

## INFORMATION TO BE PROVIDED IN SALES BROCHURE

### LIC's JEEVAN PRAGATI PLAN (UIN: 512N306V01)

LIC's Jeevan Pragati Plan is a non-linked, with - profits plan which offers a combination of protection and savings. This plan provides for automatic increase in risk cover after every five years during the term of the policy. In addition, this plan also takes care of liquidity needs through loan facility.

#### 1. **Benefits:**

**Death benefit:** In case of death during the policy term, provided all due premiums have been paid, Death benefit, defined as sum of "**Sum Assured on Death**", vested Simple Reversionary Bonuses and Final Additional bonus, if any, shall be payable. Where "**Sum Assured on Death**" is defined as the higher of 10 times of annualised premium or Absolute amount assured to be paid on death i.e. 100% of the Basic Sum Assured during first 5 policy years, 125% of the Basic Sum Assured during 6<sup>th</sup> to 10<sup>th</sup> policy years, 150% of the Basic Sum Assured during 11<sup>th</sup> to 15<sup>th</sup> policy years and thereafter 200% of the Basic Sum Assured

This death benefit shall not be less than 105% of all the premiums paid as on date of death.

Premiums referred above shall not include any taxes, extra amount chargeable under the policy due to underwriting decision and rider premium, if any.

**Maturity Benefit:** "Sum Assured on Maturity" equal to Basic Sum Assured, along with vested Simple Reversionary bonuses and Final Additional bonus, if any, shall be payable in lump sum on survival to the end of the policy term provided all due premiums have been paid.

**Participation in Profits:** The policy shall participate in profits of the Corporation and shall be entitled to receive Simple Reversionary Bonuses declared as per the experience of the Corporation, provided the policy is in force. The Bonuses shall be declared on the Basic Sum Assured.

Final Additional Bonus may also be declared under the policy in the year when the policy results into a claim either by death or maturity.

#### 2. **Optional Rider:**

The policyholder has an option of availing LIC's Accidental Death and Disability Benefit Rider (UIN: 512B209V01). Rider sum assured cannot exceed the Basic Sum Assured.

For more details on the above riders, refer to the rider brochure or contact LIC's nearest Branch Office.

#### 3. **Eligibility Conditions and Other Restrictions :**

- a) Minimum Basic Sum Assured : Rs. 1,50,000
- b) Maximum Basic Sum Assured : No Limit  
(The Basic Sum Assured shall be in multiples of Rs. 10,000/-)
- c) Policy Term : 12 to 20 years
- d) Minimum Age at entry : 12 years (completed)
- e) Maximum Age at entry : 45 years (nearer birthday)
- f) Maximum Maturity Age : 65 years (nearer birthday)

*Date of commencement of risk : Under this plan the risk will commence immediately from the date of acceptance of the risk including minor lives.*

**4. Payment of Premiums:**

Premiums can be paid regularly at yearly, half-yearly, quarterly or monthly mode (through ECS or through salary deductions) over the term of policy.

However, a grace period of one month but not less than 30 days will be allowed for payment of yearly, half-yearly, quarterly mode and 15 days for monthly mode of premium payment.

**5. Sample Premium Rates:**

Following are some of the sample tabular premium rates (in Rs.) (exclusive of service tax) per Rs. 1000/- Basic Sum Assured:

AGE (in yrs.)	TERM (in yrs.)		
	12	15	20
20	88.10	69.50	49.70
30	88.45	70.00	50.75
40	90.05	72.20	54.40
45	92.00	74.65	57.85

**6. Mode and High S.A. Rebates:**

**Mode Rebate:**

Yearly mode	-	2% of Tabular Premium
Half-yearly mode	-	1% of Tabular premium
Quarterly & Monthly	-	NIL

**High Sum Assured Rebate:**

<u>Basic Sum Assured (B.S.A)</u>		<u>Rebate (Rs.)</u>
1,50,000 to 2,90,000	-	Nil
3,00,000 to 4,90,000	-	1.50 % B.S.A.
5,00,000 to 9,90,000	-	2.00 % B.S.A.
10,00,000 and above	-	2.25 % B.S.A.

**7. Revival:**

If premiums are not paid within the grace period then the policy will lapse. A lapsed policy can be revived within a period of 2 consecutive years from the date of first unpaid premium but before the date of maturity as the case may be, by paying all the arrears of premium together with interest (compounding half-yearly) at such rate as fixed by the Corporation at the time of the payment, subject to submission of satisfactory evidence of continued insurability.

The Corporation reserves the right to accept at original terms, accept at revised terms or decline the revival of a discontinued policy. The revival of discontinued policy shall take effect only after the same is approved by the Corporation and is specifically communicated in writing to the Policyholder.

Revival of rider, if opted for, will be considered along with revival of the Base Policy, and not in isolation.

**8. Paid-up Value:**

If atleast three full years' premium have been paid and any subsequent premiums be not duly paid, this policy shall not be wholly void, but shall continue as a paid-up policy.

The **Sum Assured on Death** under a paid-up policy shall be reduced to such a sum, called '**Death Paid-up Sum Assured**' and shall **equal to** {**Sum Assured on Death** \* (no. of premiums paid / Total no. of premiums payable)}.

The **Sum Assured on Maturity** under a paid-up policy shall be reduced to such a sum called '**Maturity Paid-up Sum Assured**' and shall **be equal to** {**Sum Assured on Maturity** \* (no. of premiums paid / Total no. of premiums payable)}. .

If a policy continues as a paid - up policy the same shall not be entitled to participate in future profits.. However, the vested Simple Reversionary Bonuses shall remain attached to the reduced paid up policy.

Rider shall not acquire any paid-up value and the rider benefits cease to apply, if policy is in lapsed condition.

**9. Surrender Value:**

The policy can be surrendered provided atleast three full years' premiums have been paid. The Guaranteed Surrender value shall be percentage of total premiums paid. This percentage will depend on the policy term and policy year in which the policy is surrendered and are specified as below:

**Guaranteed Surrender Value factors applicable to total premiums paid:**

	Policy Term →									
	12	13	14	15	16	17	18	19	20	
<b>1</b>	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>2</b>	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>3</b>	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%
<b>4</b>	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
<b>5</b>	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
<b>6</b>	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
<b>7</b>	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
<b>8</b>	57.50%	56.00%	55.00%	54.29%	53.75%	53.33%	53.00%	52.73%	52.50%	
<b>9</b>	65.00%	62.00%	60.00%	58.57%	57.50%	56.67%	56.00%	55.45%	55.00%	
<b>10</b>	72.50%	68.00%	65.00%	62.86%	61.25%	60.00%	59.00%	58.18%	57.50%	
<b>11</b>	80.00%	74.00%	70.00%	67.14%	65.00%	63.33%	62.00%	60.91%	60.00%	
<b>12</b>	80.00%	80.00%	75.00%	71.43%	68.75%	66.67%	65.00%	63.64%	62.50%	
<b>13</b>		80.00%	80.00%	75.71%	72.50%	70.00%	68.00%	66.36%	65.00%	
<b>14</b>			80.00%	80.00%	76.25%	73.33%	71.00%	69.09%	67.50%	
<b>15</b>				80.00%	80.00%	76.67%	74.00%	71.82%	70.00%	
<b>16</b>					80.00%	80.00%	77.00%	74.55%	72.50%	
<b>17</b>						80.00%	80.00%	77.27%	75.00%	
<b>18</b>							80.00%	80.00%	77.50%	
<b>19</b>								80.00%	80.00%	
<b>20</b>									80.00%	

Premiums referred above shall not include any taxes, extra amount if charged under the policy due to underwriting decision and rider premium, if any.

In addition, the surrender value of any vested simple reversionary bonuses, if any, shall also be payable, which is equal to vested bonuses multiplied by the guaranteed surrender value factor applicable to vested bonuses. These guaranteed surrender value factors in percentage will depend on the policy term and policy year in which the policy is surrendered and are specified as below:

**Guaranteed Surrender Value factors applicable to vested bonuses:**

		Policy Term →								
		12	13	14	15	16	17	18	19	20
Policy Year ←	1	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	2	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	3	18.60%	18.16%	17.85%	17.66%	17.58%	17.58%	17.03%	16.58%	16.22%
	4	19.18%	18.60%	18.16%	17.85%	17.66%	17.58%	17.58%	17.03%	16.58%
	5	19.93%	19.18%	18.60%	18.16%	17.85%	17.66%	17.58%	17.58%	17.03%
	6	20.85%	19.93%	19.18%	18.60%	18.16%	17.85%	17.66%	17.58%	17.58%
	7	21.99%	20.85%	19.93%	19.18%	18.60%	18.16%	17.85%	17.66%	17.58%
	8	23.38%	21.99%	20.85%	19.93%	19.18%	18.60%	18.16%	17.85%	17.66%
	9	25.05%	23.38%	21.99%	20.85%	19.93%	19.18%	18.60%	18.16%	17.85%
	10	27.06%	25.05%	23.38%	21.99%	20.85%	19.93%	19.18%	18.60%	18.16%
	11	30.00%	27.06%	25.05%	23.38%	21.99%	20.85%	19.93%	19.18%	18.60%
	12	35.00%	30.00%	27.06%	25.05%	23.38%	21.99%	20.85%	19.93%	19.18%
	13		35.00%	30.00%	27.06%	25.05%	23.38%	21.99%	20.85%	19.93%
	14			35.00%	30.00%	27.06%	25.05%	23.38%	21.99%	20.85%
	15				35.00%	30.00%	27.06%	25.05%	23.38%	21.99%
	16					35.00%	30.00%	27.06%	25.05%	23.38%
	17						35.00%	30.00%	27.06%	25.05%
	18							35.00%	30.00%	27.06%
	19								35.00%	30.00%
	20									35.00%

Corporation may, however, pay Special Surrender value, if it is more favorable to the Policyholder.

**10. Policy Loan:**

Loan can be availed under the policy provided the policy has acquired a surrender value and subject to the terms and conditions as the Corporation may specify from time to time.

**11. Taxes:**

Statutory Taxes, if any, imposed on such insurance plans by the Govt. of India or any other constitutional Tax Authority of India shall be as per the Tax laws and the rate of tax as applicable from time to time.

The amount of Service Tax payable as per the prevailing rates shall be payable by the policyholder on premiums payable under the policy, which shall be collected separately over and above in addition to the premiums payable by the policyholder. The amount of tax paid shall not be considered for the calculation of benefits payable under the plan.

**12. Free look period:**

If the Policyholder is not satisfied with the “Terms and Conditions” of the policy, the policy may be returned to the Corporation within 15 days from the date of receipt of the policy bond stating the reasons of objections. On receipt of the same the Corporation shall cancel the policy and return the amount of premium deposited after deducting the proportionate risk premium (for base plan and rider, if any) for the period on cover, expenses incurred on medical examination, special reports, if any and stamp duty charges.

**13. Exclusion:**

Suicide: - This policy shall be void

- i. If the Life Assured (whether sane or insane) commits suicide at any time within 12 months from the date of commencement of risk and the Corporation will not entertain any claim except for 80% of the premiums paid, provided the policy is in force.
- ii. If the Life Assured (whether sane or insane) commits suicide within 12 months from date of revival, an amount which is higher of 80% of the premiums paid till the date of death or the surrender value, shall be payable. The Corporation will not entertain any other claim. This clause shall not be applicable for a policy lapsed without acquiring paid-up value and nothing shall be payable under such policy.

Note: Premiums referred above shall not include any taxes, extra amount if charged under the policy due to underwriting decision and any rider premium.

## BENEFIT ILLUSTRATION:

### Statutory warning:

“Some benefits are guaranteed and some benefits are variable with returns based on the future performance of your Insurer carrying on life insurance business. If your policy offers guaranteed returns then these will be clearly marked “guaranteed” in the illustration table on this page. If your policy offers variable returns then the illustrations on this page will show two different rates of assumed future investment returns. These assumed rates of return are not guaranteed and they are not the upper or lower limits of what you might get back, as the value of your policy is dependent on a number of factors including future investment performance.”

#### LIC's Jeevan Pragati Plan

Age at entry	<b>30</b>
Policy term	<b>16</b>
Premium Paying Term	<b>16</b>
Mode of premium payment	<b>Yearly</b>
Basic Sum Assured	<b>150000</b>
Amount of Annualised premium *	<b>9570.00</b>

Basic plan UIN: 512N306V01

Variable scenario 1: Gross Investment return @4% p.a.

Variable scenario 2: Gross Investment return @8% p.a.

End of year	Total premiums paid till end of year	Amount payable on Death during the Year **					Amount payable on surrender during the year***				
		Guaranteed	Variable		Total		Guaranteed surrender	Surrender value of bonus		Total Guaranteed	
			Scenario 1	Scenario 2	Scenario 1	Scenario 2		Scenario 1	Scenario 2	Scenario 1	Scenario 2
1	9570	150000	1050	4200	151050	154200	0	0	0	0	0
2	19140	150000	2100	8400	152100	158400	0	0	0	0	0
3	28710	150000	3150	12600	153150	162600	8613	554	2215	9167	10828
4	38280	150000	4200	16800	154200	166800	19140	742	2967	19882	22107
5	47850	150000	5250	21000	155250	171000	23925	937	3749	24862	27674
6	57420	187500	6300	25200	193800	212700	28710	1144	4576	29854	33286
7	66990	187500	7350	29400	194850	216900	33495	1367	5468	34862	38963
8	76560	187500	8400	33600	195900	221100	41151	1611	6444	42762	47595
9	86130	187500	9450	37800	196950	225300	49525	1883	7534	51408	57058
10	95700	187500	10500	42000	198000	229500	58616	2189	8757	60806	67373
11	105270	225000	11550	46200	236550	271200	68426	2540	10159	70965	78585
12	114840	225000	12600	50400	237600	275400	78953	2946	11784	81898	90736
13	124410	225000	13650	54600	238650	279600	90197	3419	13677	93617	103875
14	133980	225000	14700	58800	239700	283800	102160	3978	15911	106138	118071
15	143550	225000	15750	63750	240750	288750	114840	4725	18900	119565	133740
16	153120	300000	16800	67950	316800	367950	122496	5880	23520	128376	146016

End of year	Total premiums paid till end of year	Amount payable on Maturity				
		Guaranteed	Variable		Total	
			Scenario 1	Scenario 2	Scenario 1	Scenario 2
1	9570	0	0	0	0	0
2	19140	0	0	0	0	0
3	28710	0	0	0	0	0
4	38280	0	0	0	0	0
5	47850	0	0	0	0	0
6	57420	0	0	0	0	0
7	66990	0	0	0	0	0
8	76560	0	0	0	0	0
9	86130	0	0	0	0	0
10	95700	0	0	0	0	0
11	105270	0	0	0	0	0
12	114840	0	0	0	0	0
13	124410	0	0	0	0	0
14	133980	0	0	0	0	0
15	143550	0	0	0	0	0
16	153120	150000	16800	67950	166800	217950

\* The annual premium shown above is exclusive of Service Tax, Extra Premium(s) and Rider(s), if any

\*\* In any case the total death benefit at any time shall not be less than 105% of the total premiums paid (excluding service tax, extra premium and rider premiums, if any).

\*\*\* Special Surrender Value may however be payable, if it is more favourable to the Policyholder.

**Notes:**

- i) *The non-guaranteed benefits (1) and (2) in above illustration are calculated so that they are consistent with the Projected Investment Rate of Return assumption of 4% p.a. (Scenario 1) and 8% p.a. (Scenario 2) respectively. In other words, in preparing this benefit illustration, it is assumed that the Projected Investment Rate of Return that LICI will be able to earn **throughout the term of the policy** will be 4% p.a. or 8% p.a., as the case may be. The Projected Investment Rate of Return is **not guaranteed**.*
- ii) *The main objective of the illustration is that the client is able to appreciate the features of the product and the flow of benefits in different circumstances with some level of quantification.*

**SECTION 45 OF THE INSURANCE ACT, 1938**

The provision of Section 45 of the Insurance Act, 1938 shall be as amended from time to time. The simplified version of this provision is as under:

Provisions regarding policy not being called into question in terms of Section 45 of the Insurance Act, 1938 as amended by the Insurance Laws (Amendment) Act, 2015 are as follows:

1. No Policy of Life Insurance shall be called in question on any ground whatsoever after expiry of 3 yrs from
  - a. the date of issuance of policy or
  - b. the date of commencement of risk or
  - c. the date of revival of policy or
  - d. the date of rider to the policywhichever is later.
2. On the ground of fraud, a policy of Life Insurance may be called in question within 3 years from
  - a. the date of issuance of policy or
  - b. the date of commencement of risk or
  - c. the date of revival of policy or
  - d. the date of rider to the policywhichever is later.

For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which such decision is based.

3. Fraud means any of the following acts committed by insured or by his agent, with the intent to deceive the insurer or to induce the insurer to issue a life insurance policy:
  - a. The suggestion, as a fact of that which is not true and which the insured does not believe to be true;
  - b. The active concealment of a fact by the insured having knowledge or belief of the fact;
  - c. Any other act fitted to deceive; and
  - d. Any such act or omission as the law specifically declares to be fraudulent.
4. Mere silence is not fraud unless, depending on circumstances of the case, it is the duty of the insured or his agent keeping silence to speak or silence is in itself equivalent to speak.
5. No Insurer shall repudiate a life insurance Policy on the ground of Fraud, if the Insured / beneficiary can prove that the misstatement was true to the best of his knowledge and there was no deliberate intention to suppress the fact or that such mis-statement of or suppression of material fact are within the knowledge of the insurer. Onus of disproving is upon the policyholder, if alive, or beneficiaries.

6. Life insurance Policy can be called in question within 3 years on the ground that any statement of or suppression of a fact material to expectancy of life of the insured was incorrectly made in the proposal or other document basis which policy was issued or revived or rider issued. For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which decision to repudiate the policy of life insurance is based.
7. In case repudiation is on ground of mis-statement and not on fraud, the premium collected on policy till the date of repudiation shall be paid to the insured or legal representative or nominee or assignees of insured, within a period of 90 days from the date of repudiation.
8. Fact shall not be considered material unless it has a direct bearing on the risk undertaken by the insurer. The onus is on insurer to show that if the insurer had been aware of the said fact, no life insurance policy would have been issued to the insured.
9. The insurer can call for proof of age at any time if he is entitled to do so and no policy shall be deemed to be called in question merely because the terms of the policy are adjusted on subsequent proof of age of life insured. So, this Section will not be applicable for questioning age or adjustment based on proof of age submitted subsequently.

*[Disclaimer: This is not a comprehensive list of Section 45 of the Insurance Act, 1938 as amended by the Insurance Laws (Amendment) Act, 2015 and only a simplified version prepared for general information. Policy Holders are advised to refer to the Insurance Laws (Amendment) Act, 2015, for complete and accurate details. ]*

**PROHIBITION OF REBATES (SECTION 41 OF THE INSURANCE ACT, 1938 AS AMENDED BY THE INSURANCE LAWS (AMENDMENT) ACT, 2015):**

- 1) 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: provided that acceptance by an insurance agent of commission in connection with a policy of life insurance taken out by himself on his own life shall not be deemed to be acceptance of a rebate of premium within the meaning of this sub-section if at the time of such acceptance the insurance agent satisfies the prescribed conditions establishing that he is a bona fide insurance agent employed by the insurer.
- 2) Any person making default in complying with the provisions of this section shall be liable for a penalty which may extend to ten lakh rupees.

**Note:** "Conditions apply" for which please refer to the Policy document or contact our nearest Branch Office.

**BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS / FRAUDULENT OFFERS**

IRDAI clarifies to public that

- **IRDAI or its officials do not involve in activities like sale of any kind of insurance or financial products nor invest premiums.**
- **IRDAI does not announce any bonus.**

Public receiving such phone calls are requested to lodge a police complaint along with details of phone call, number.



**Registered Office:**

Life Insurance Corporation of India  
Central Office, Yogakshema,  
Jeevan Bima Marg,  
Mumbai - 400021.  
Website: [www.licindia.in](http://www.licindia.in)  
Registration Number: 512