

PRODUCT BROCHURE

# Start small. Save big.



A long term savings plan with bonuses,  
guaranteed additions and insurance protection\*

## Lifesurance<sup>®</sup>

IDBI Federal Lifesurance Savings Insurance Plan

\*Terms and Conditions apply.

 **IDBI FEDERAL**  
In association with Ageas  
IDBI Federal Life Insurance Co Ltd

Your life is full of responsibilities. As a responsible individual, you not only seek to make the wishes of your family come true but also want to ensure that their dreams are secured against eventualities that may come in the way. To achieve this objective, you seek a long-term savings plan that provides high returns on your investment while providing protection against life's uncertainties.

IDBI Federal Life Insurance Co Ltd offers you the IDBI FEDERAL Lifesurance Savings Insurance Plan - a fixed-term participating endowment policy that provides you with the twin benefits of long-term savings and life cover. It is a guaranteed plan that allows you to accumulate considerable savings to meet your responsibilities in life. The IDBI Federal Lifesurance Savings Insurance Plan (hereinafter referred to as Lifesurance) also offers you the benefit of a death cover that provides financial security to your family in your absence.



# What are the benefits of Lifesurance?

- **Maturity Benefit**

On the maturity of your Lifesurance policy, provided all premiums have been paid in full when due, we will pay you the sum insured along with the vested guaranteed additions, vested reversionary bonuses and terminal bonus, if any, in a lump sum.

- **Death Benefit**

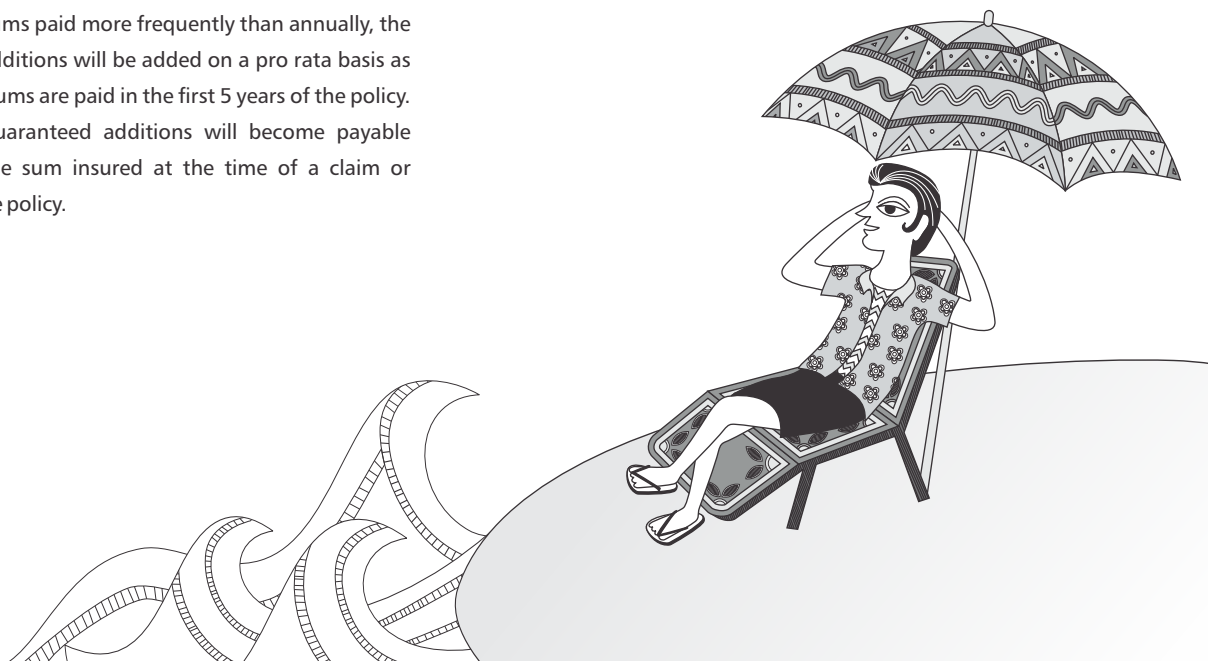
On the death of the life insured during the policy term, provided all premiums have been paid in full when due, we will pay the beneficiary the sum insured along with the vested guaranteed additions, vested reversionary bonuses, interim bonus, if any and terminal bonus, if any, in a lump sum.

- **Guaranteed Additions**

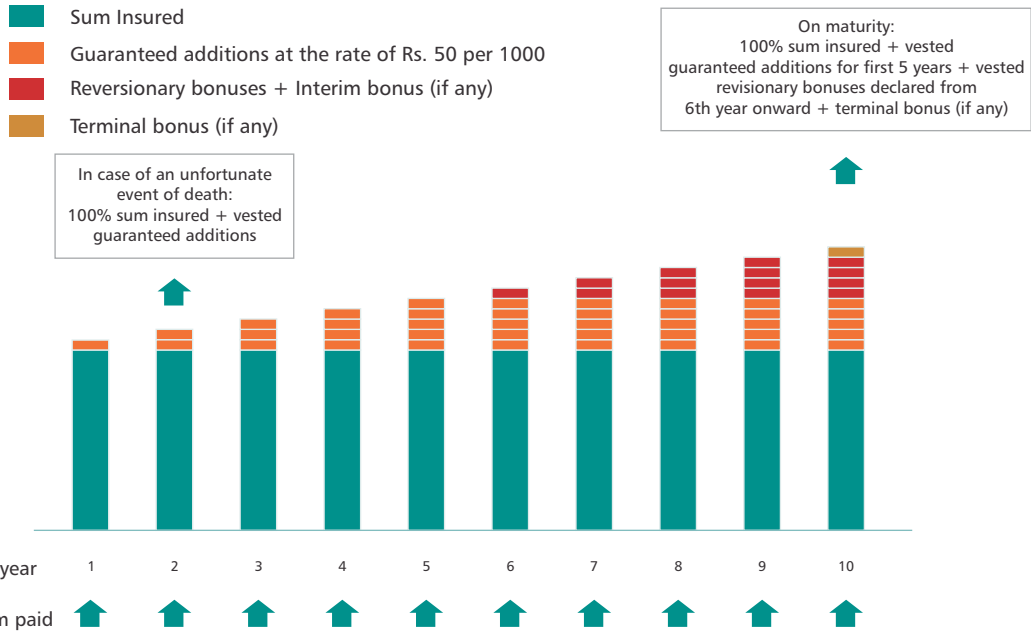
Guaranteed additions at the rate 50 per 1,000 sum insured will be added to your policy for each full annual premium that is due and paid in the first 5 years of the policy. In the case of premiums paid more frequently than annually, the guaranteed additions will be added on a pro rata basis as the due premiums are paid in the first 5 years of the policy. The vested guaranteed additions will become payable along with the sum insured at the time of a claim or maturity of the policy.

- **Bonuses**

After the fifth policy year, your Lifesurance policy will participate in any profits of our participating policyholder's life fund by way of reversionary bonuses and possibly terminal bonus. The amount of any profits, and hence of any bonuses will depend on the future experience and performance of the fund. The bonuses will be declared by the Board of IDBI Federal Life Insurance Company each year, and once added they will form part of the guaranteed benefits of the policy. The Company may declare an interim bonus in the event of a claim before the next bonus declaration. The Company may also declare a terminal bonus to be paid on maturity or death provided all the due premiums have been paid.



# How does Lifesurance work?



## Illustration

Sum Insured: Rs. 5,00,000

Age at entry: 30 years

Policy Term: 25 years

Premium Payment Term: 15 years

Annual Premium: Rs. 27,360\*

Benefits	Returns (@ 6% p.a.)	Returns (@ 10% p.a.)
Guaranteed Sum Insured	Rs. 5,00,000	Rs. 5,00,000
Vested Guaranteed Additions	Rs. 1,25,000	Rs. 1,25,000
Vested Reversionary Bonuses (Not Guaranteed)	Rs. 2,60,000	Rs. 9,79,000
Projected Total Maturity Amount	Rs. 8,85,000	Rs. 16,04,000

\*Service Tax and Education Cess will be charged extra

In the above Illustration some benefits are guaranteed and some benefits are variable with returns based on the future performance of IDBI Federal Life Insurance Company Limited. 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 illustration on this page will show two different rates of assumed future investment returns. The illustration is based on projected gross investment rates of returns of 6% and 10% respectively. These assumed rates of return are not guaranteed and they are not 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.

# Lifesurance - A flexible plan

**Choice of Policy Term** - You can choose the term at the end of which you wish to receive the maturity benefits. Lifesurance provides you the flexibility to choose between four policy terms -10, 15, 20 or 25 years.

**Choice of Premiums** - You can choose the term for which you would like to pay premiums towards your Lifesurance Plan. The minimum Premium Payment Term is 5 years for policy terms of 15, 20 and 25 years. The minimum premium payment term is 6 years for a policy term of 10 years. The maximum Premium Payment Term can be equal to the Policy Term. The minimum premium amount is Rs. 20,000 for annual installments, Rs. 10,000 for half-yearly installments, Rs. 5,000 for quarterly installments and Rs. 2,500 for monthly installments.

**Surrender Value** - By investing in Lifesurance you are making a long-term commitment towards building your savings. However, Lifesurance allows you to surrender your plan before planned maturity in case of emergencies.

The surrender value on a Lifesurance policy is available at any time after completion of three years from the date of commencement of your policy, provided three full year's premiums have been paid. On surrender, the higher of the Guaranteed Surrender Value and the Special Surrender Value will be paid.

- **Guaranteed Surrender Value** - Guaranteed Surrender Value will not be less than 30% of the amount of premiums excluding the first year premium, extra premiums (if any) and premiums for rider benefits (if any) that you have paid.
- **Special Surrender Value** - The Company, at its discretion, may also pay a Special Surrender Value which may be higher than the Guaranteed Surrender Value. The special surrender values are not guaranteed and may be changed at any time, subject to the prior approval of the IRDA.

The policy terminates on surrender and no further benefits are payable under the policy.

## Tax Benefits

- **For premiums paid**

Under Section 80C of the Income Tax Act, 1961, the premiums you pay towards your policy are eligible for

deduction from your income to the extent of 10% of the actual capital sum assured<sup>#</sup>, subject to a limit of Rs. 1,00,000 per year specified under the section (along with other eligible investments).

- **For benefits received**

Under Section 10(10D) of the Income Tax Act, 1961, the benefits you will receive under your policy will qualify for tax exemption, provided the premiums payable in any of the years during the policy term do not exceed 10% of the actual capital sum assured<sup>#</sup>. In case this condition is not fulfilled, the benefits you will receive will be subject to tax. However, the death benefit is tax-free under Section 10 (10D) of the Income Tax Act, 1961.

You are advised to consult your tax advisor for details. Please note that tax laws may change from time to time, and tax benefits applicable will be as per prevailing tax laws.

<sup>#</sup>Actual Capital Sum Assured: It is the minimum amount assured under the policy on death at any time during the term of the policy, not taking into account the value of any premium agreed to be returned or any benefit by way of bonus or otherwise which is to be received by any person under the policy over and above the sum actually assured.

## Premium Rates

Sum Insured – Rs. 5,00,000					
Age (yrs.)	Policy Term / Premium Payment Term (years)	Annual Premium (Rs.)	Age (yrs.)	Policy Term / Premium Payment Term (years)	Annual Premium (Rs.)
30	20/20	27,435	30	15/15	38,905
35	20/10	42,915	35	15/10	51,030

Premiums are exclusive of Service Tax and Education Cess

### High Sum Insured Rebate

Lifesurance offers attractive premium discounts, if the sum insured purchased is Rs. 10 lakhs or above. The rebate offered is as mentioned in the table below:

Sum Insured (Rs.)	Rebate (in Rs. per thousand of the Sum Insured)
10,00,000 – 24,99,999	1.00
25,00,000 and above	2.00

### Advantage Women

Lifesurance offers an additional premium discount for female insured persons. The basic premium payable for a female policyholder will be equivalent to the premium for a corresponding three-year younger male policyholder.

### Create Exclusive Funds for Loved Ones

A useful feature under Lifesurance is that you will be able to create exclusive funds for the benefit of your loved ones which you can be sure no one else will be able to access.

These funds are legally protected from creditors and claimants on estate such as legal heirs, parties to disputes or creditors.

Under Sec 6 of the Married Women's Property Act, 1874 a married man can take an insurance policy on his own life and express it to be for the benefit of his wife or children. When such intent is expressed on the face of the policy, it shall be deemed to be a Trust for the benefit of the named beneficiaries and it shall not be subject to the control of the husband, or his

creditors or form part of his estate. The Act also provides that nothing contained in the provision shall operate to destroy or impede the right of any creditor to be paid out of the proceeds of any policy of assurance which may have been effected with intent to defraud creditors.

You can ask for an endorsement of your Lifesurance Plan for the benefit of your wife or children or any combination of them under the Married Women's Property Act, 1874.



## Other Features

### Grace Period

Grace period is effective from the date of the first unpaid premium. We allow a grace period of 30 days from the due date for yearly, quarterly and half-yearly modes for you to make your premium payment. We allow 15 days for the monthly mode of payment. The cover remains in force during the grace period with all benefits.

In case of death during the grace period, before the premium due at that time is paid; the premium due shall be deducted from the death benefit payable. If premium is not paid beyond the grace period, the policy shall lapse and have no further value, except if it has acquired any paid-up value.

### Reduced benefits for paid-up policies

Paid-up values are available after three full years' premiums have been paid. After the policy has acquired a paid-up value, if premiums are not paid within the grace period, the policy will be made a paid-up policy, with reduced benefits. The policy shall not be entitled to any future guaranteed additions, reversionary bonuses and terminal bonus. The vested guaranteed additions and vested reversionary bonuses till the policy paid-up date will continue to remain attached to the policy.

$$\text{Reduced benefit} = \frac{\text{Sum Insured} \times \text{Number of full years premiums paid}}{\text{Total number of full years' premiums payable during the entire policy term}}$$

In case the reduced sum insured is less than Rs. 10,000, the surrender value shall be paid and the policy would be terminated.

### Loans

You can avail of the loan facility from IDBI Federal after the policy acquires surrender value. The loan amount granted will

be up to 85% of the surrender value subject to terms and conditions specified by IDBI Federal from time to time.

### Lapse and Reinstatement

If during the first three years' premium due is not paid before the end of the grace period, your Lifesurance policy will lapse.

If after the third policy year the premium due is not paid before the end of the grace period, the policy shall acquire a paid-up value with reduced benefits.

If your Lifesurance policy has lapsed or acquired paid-up value, you may reinstate the policy, at the discretion of IDBI Federal Life Insurance Co Ltd, within two years after the due date of the first unpaid premium. You can reinstate the policy:

- By paying arrears of premium together with interest at such a rate as decided by IDBI Federal from time to time, and
- By furnishing satisfactory evidence of health and satisfy other requirements according to the underwriting guidelines of IDBI Federal.

No benefits will be payable where the policy has lapsed.

### Exclusions

Benefits under the plan are not payable if the insured member, whether sane or insane, commits suicide within 12 months from the date of commencement of the policy or from the date of policy issue or from the date of its reinstatement whichever is later.

In case of suicide within one year of reinstatement of the plan, the benefit payable will be equal to the Surrender value, provided premiums have been paid for three full years.

## Eligibility

Age at entry (last birthday)	Min.	18 years
	Max.	65 years
Age at maturity (last birthday)		75 years
Policy term	Min.	10 years (in multiples of 5 thereafter)
	Max.	25 years
Premium Payment term	Min.	5 years (Policy terms of 15,20 and 25 years)
		6 years (Policy term of 10 years)
	Max.	Equal to Policy term
Premium Payment frequency		Yearly, half yearly, quarterly and monthly
Modal frequency factor		0.51 for half yearly, 0.26 for quarterly and 0.09 for monthly mode
Premium	Min.	Rs. 20,000(yearly mode) , Rs. 10,000 (half-yearly mode)
		Rs. 5,000 (quarterly mode) ,Rs. 2,500 (monthly mode)
	Max.	No limit (subject to underwriting)
Sum Insured	Min.	Depends on age, premium payment and policy term
	Max.	No limit (subject to underwriting)

### Nomination

- As per Section 39 of the Insurance Act, 1938, you can nominate a person to receive the benefit under this policy. During your lifetime and while this policy is in force, you may at any time, by written notice to us, designate any person or persons as a nominee to whom we shall pay benefits under this policy upon your unfortunate death.
- We will register a nomination in your policy schedule, or any change in nomination by endorsing your policy, registering it in our records and we will acknowledge the change in nomination to you in writing.
- The receipt of policy benefits by a nominee shall be a valid discharge of our liability. If on the date of death, there is no surviving nominee, then we will pay the benefits to your estate or legal representatives. Nominations do not apply to any policy to which the Married Women's Property Act, 1874, applies or if you assign the policy.

### Assignment

- As per Section 38 of the Insurance Act, 1938, you may assign the policy by written notice of assignment signed by you and at least one witness.
- We shall not be liable to observe any assignment of the policy unless we receive at our head office notice of the assignment in writing signed by both you and the assignee.
- Following receipt of such notice, we will pay all benefits to the assignee. At your request we will give you written acknowledgement of the receipt of the assignment. If you assign your policy, this will automatically cancel any nomination you have made.



## Statutory Information

### Prohibition of Rebate

Insurance Act, 1938 prohibits an agent or any other person from passing any portion of his commission to the customer whether as incentive or rebate of premium. Section 41 of the Act states:

- (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.
- (2) Any person making default in complying with the provisions of this Section shall be punishable with a fine, which may extend to five hundred rupees.

### Non Disclosure Clause

Sec. 45 of Insurance Act states:

“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 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:

Provided that nothing in this section shall prevent the insurer from calling 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 that the age of the life insured was incorrectly stated in the proposal.”

### Free-look Period

As per IRDA regulation 6(2) of Protection of Policyholders' Interest Regulations, 2002, in case you are not satisfied with the terms and conditions of your IDBI Federal Lifesurance Savings Insurance Plan, we offer you the option of cancelling your policy within the free look period of 15 days from the date of receipt of your policy document. In that case, you can send us your original policy document along with a request letter stating the reasons for your cancellation. We will refund you the premium amount after deducting proportionate risk premium for the period of insurance cover, medical examination costs and stamp duty charges incurred by us for your policy.

### Policy Document

This brochure gives only the salient features of the IDBI Federal Lifesurance Savings Insurance Plan. It uses easy to understand language to explain the features. Your Plan is governed only by the full legal terms, conditions and exclusions as contained in the Policy Document.

IDBI Federal Lifesurance Savings Insurance Plan is a non-linked participating protection plan and no benefits other than those indicated in this brochure are payable.

This product is underwritten by IDBI Federal Life Insurance Company Limited (Regn. No 135) having its registered office at: 1st Floor, Trade View, Oasis Complex, Kamala City, P.B. Marg, Lower Parel (West), Mumbai 400013, Tel.: 022 2490 8109 Fax: 022 2494 1016. Insurance is the subject matter of the solicitation. Product UIN: 135N024V01. Ref. No:11679/LSIP/ENG/PB/JULY12.

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## How to Contact Us

You can reach us directly in the following convenient ways:



### Branches

You can visit or call any branch of IDBI Bank, Federal Bank or IDBI Federal Life Insurance. For the list of branches, please visit [www.idbifederal.com](http://www.idbifederal.com)



### Phone

You can call our nation-wide toll-free number 1-800-102 5005 (for non-MTNL subscribers) or 1-800-22 1120 (for MTNL subscribers) from 8 a.m. to 8 p.m.



### Website

You can visit our website [www.idbifederal.com](http://www.idbifederal.com)



### SMS

You can SMS "LIFE" to 5757515<sup>+</sup>. We will call you back.



### Write

You can write to IDBI Federal Life Insurance Company Ltd., 1<sup>st</sup> Floor, Trade View, Kamala City, P. B. Marg, Lower Parel (W), Mumbai 400 013.



### Email

You can email us at [support@idbifederal.com](mailto:support@idbifederal.com)