

SUD Life Guaranteed Pension Plan



Star Union Dai-ichi
Life Insurance

A joint venture of
Bank of India | Union Bank of India | Dai-ichi Life

After retirement,
your business card won't be valid.
Thankfully, your ATM card will be.



Why should you buy this plan?



Vesting benefit at retirement[^]



Assured pay-out in case of demise[#]



Flexibility to choose investment period



Guaranteed additions

[^]To buy an annuity plan. [#]Higher of 105% of all premiums paid excluding tax or return of all premiums paid accumulate at 6% p.a. compounded till the end of the policy month following the date of death of the Life Assured.



WHY READ THIS BROCHURE?

This brochure helps you understand if this is the right plan for you. It gives you details about how the product will work throughout the Policy Term in ensuring your needs are met. We have tried our best to explain the details in a simple and easy to understand manner. We believe this is an important document to understand before you decide to buy life insurance.



IDEAL STEPS TO FOLLOW

1. Read the brochure carefully
2. Understand the benefits and remember the important points
3. Meet our representatives or call 1800 266 8833 to clarify any pending doubts



YOU WILL COME ACROSS THE FOLLOWING SECTIONS IN THE BROCHURE

1. Is this the right plan for you?
2. Know your plan better
3. Making the most of your plan
4. Things you should remember!
5. Terms and Conditions

What is the SUD Life Guaranteed Pension Plan?

SUD Life Guaranteed Pension Plan is a deferred pension product that helps you to plan for your life post retirement – be it starting a new venture, pursuing a hobby, travelling across the world or just enjoying time with family and friends. This plan helps you meet planned as well as unplanned financial needs by providing a lump sum at retirement.

Earlier, one could depend on the extended joint family system to take care of their golden years. It was a system where the young earned and the elderly took care of the family with those earnings. However, with the increase in nuclear families, this structure is fast disappearing.

In such a scenario, with costs rising everyday, it is important to ensure you have sufficient funds to take care of your retirement years. After all, the golden years are meant to be lived to the fullest!

When is this plan right for you?

This is the right plan for you if :

- You already have sufficient life insurance cover and want to save for your retirement in a planned manner at attractive rates of return
- You want a guaranteed corpus at the time of your retirement to help generate life-long income
- You are busy with responsibilities hence looking for hassle-free enrolment (no medicals needed for this plan)
- You want the flexibility to pay for a limited period during your earning years while starting your retirement benefit at a later date

Your Assured Vesting Benefit should be enough to maintain your existing lifestyle, take care of your retirement goals and beat inflation.

What are the benefits under this plan?

Vesting Benefit:

On survival of the Life Assured to the end of the Policy Term, provided the policy is In-force, Assured Vesting Benefit as defined below will be paid.

Assured Vesting Benefit

=

Total Premiums Paid

X

Vesting Benefit Factor

Death Benefit:

In case of unfortunate demise of Life Assured during the Policy Term, provided the policy is in-force, Assured Death Benefit will be paid to the beneficiary/nominee. The Assured Death Benefit will be highest of

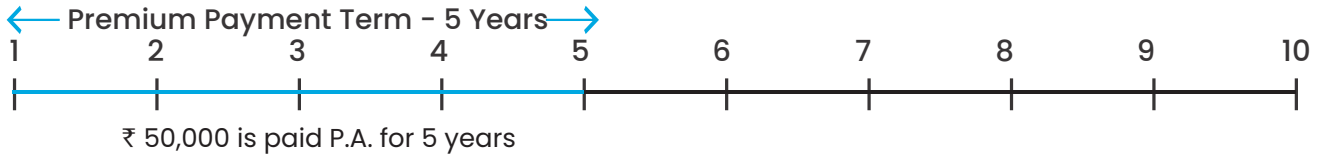
- 105% of all the premiums paid as on date of death of the Life Assured, OR
- Total Premiums paid, accumulated at the interest rate of 6% per annum, compounded till the end of policy month following the date of death of the Life Assured.

How does the plan work?

Let us understand this with an example.

Mohit aged 45, opts for SUD Life Guaranteed Pension Plan. He chooses the Premium Payment Term (PPT) of 5 years with a Policy Term of 10 years.

SCENARIO 1



Age
45 Years



Policy Term
10 Years

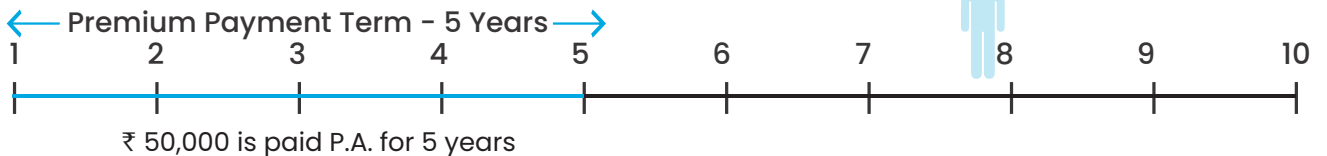


Premium Paid
₹ 2,50,000/-



Receive Maturity
Benefit in Lumpsum
₹ 3,80,000/-#

SCENARIO 2



Age
45 Years



Policy Term
10 Years



Premium Paid
₹ 2,50,000/-



Receive Nominee/Beneficiary
Benefit in Lumpsum
₹ 3,55,835/-*

*Total Premiums paid accumulated at the interest rate of 6% per annum compounded

Above assured vesting benefit is calculated basis vesting benefit factor of 150% [PPT 5 years, Policy Term 10 years] and High Premium rebate of 2%

Note: In the above illustrative example, the premium shown is exclusive of taxes, if any.

How can you utilize your proceeds/ benefits from the plan?

You may choose to use your Assured Vesting Benefit, Paid-up Vesting Benefit and Surrender Benefit in any of the following ways:

- i. Utilize the entire proceeds (100%) to purchase immediate annuity or deferred annuity from SUD Life at the then prevailing annuity rate. The policyholder shall be given an option to purchase immediate annuity or deferred annuity from any other insurer; or
- ii. To commute up to 60% of the proceeds of the policy and utilize the balance amount to purchase immediate annuity or deferred annuity from SUD Life at the then prevailing annuity rate. However, the policyholder shall be given an option to purchase available annuity from any other insurer; or
- iii. Purchase immediate annuity or deferred annuity from another Insurer at the then prevailing annuity rate to the extent of percentage as specified by IRDAI. Currently 50%, of the entire proceeds of the policy, net of commutation.

In case the proceeds of the policy, either on surrender or vesting, are not sufficient to purchase minimum annuity as defined in Regulation 3(a) of IRDAI (Minimum Limits for Annuities and Other Benefits) Regulations, 2015, as amended from time to time, such proceeds of the policy may be paid to the policyholder or beneficiary as lump sum.

How can your family utilize the Death Benefit?

The beneficiary has the option to take the Death Benefit and Reduced Paid-up Death Benefit in the following manner:

- a. To utilize the entire proceeds of the policy or part thereof for purchasing an immediate or deferred annuity from SUD at the then prevailing annuity/pension rate. However, the nominee will be given an option to purchase an immediate annuity or deferred annuity from another insurer at the then prevailing rate to the extent of percentage, as stipulated by IRDAI, currently 50%, of the entire proceeds of the policy net of commutation.
- b. Withdraw the entire proceeds of the policy.

02 Know Your Plan Better

Are there any age restrictions while applying for the plan?

The maximum entry age is 65 years (age last birthday) and the minimum entry age under this plan varies with the Policy Term opted, as shown below:

Premium Paying Term	Policy Term	Minimum Entry Age (last birthday)
Single	5 Years	50 Years
Single	10 Years	45 Years
5 Years	10 Years	45 Years
10 Years	15 Years	40 Years
15 Years	20 Years	35 Years

How long will the plan be active?

You can choose the Policy Term (at the end of which you plan to retire) as well as the Premium Payment Term based on your current life stage and retirement needs, as shown in the table below:

Premium Paying Term	Policy Term
Single Premium	5 Years and 10 Years
5 Year Limited Term	10 Years
10 Year Limited Pay	15 Years
15 Year Limited Pay	20 Years

While choosing the Policy Term, please note that the minimum vesting age shall be 55 years (age last birthday) and maximum vesting age is 70 years (age last birthday).

Can I choose how much I need after retirement?

Yes, you can choose the amount you would like to accumulate for retirement (at the end of the Policy Term). This is called the Assured Vesting Benefit and is calculated as -

$$\text{Total Premiums Paid} \times \text{Vesting Benefit Factor}$$

The Vesting Benefit Factor (as tabled below) is dependent on your Policy Term and Premium Payment Term.

Premium Payment Term (PPT)	Policy Term	Vesting Benefit Factor
Single Premium	5 Years	130%
	10 Years	175%
5 Year Limited Pay	10 Years	150%
10 Year Limited Pay	15 Years	160%
15 Year Limited Pay	20 Years	175%

In case of High Premium, an additional assured vesting factor, as defined below, will be applicable.

Limited Premium (₹)	5 Years	10 Years	15 Years
Less than 49,000	Nil	Nil	Nil
50,000 to 99,000	2%	3%	5%
1,00,000 to 4,99,000	3.50%	5%	7%
5,00,000 and above	5%	7%	9%

Single Premium (₹)	Policy Term	
	5 Years	10 Years
1,00,000 to 2,99,000	Nil	Nil
3,00,000 to 4,99,000	1%	2%
5,00,000 to 9,99,000	1.50%	2.50%
10,00,000 and above	2%	3%

Is there any minimum and maximum premium range?

The maximum annual/single premium that can be paid is INR 5 Crores. The minimum annual premium allowed is as shown below.

Premium Payment Term Option (PPT)	Minimum Annual Premium
Single Premium	₹ 1,00,000
5 Year Limited Pay	₹ 30,000
10 Year Limited Pay	₹ 20,000
15 Year Limited Pay	₹ 20,000

What are the premium paying modes available?

You can pay your regular premium on monthly*/ quarterly*/ half-yearly/ yearly mode based on your income flow. You also have the option of paying your premium only once under the 'Single Premium' mode.

* Monthly and quarterly mode are only through ECS/SI

Are there any tax benefits?

Premiums paid and Vesting Benefit are tax exempt under sections 80 C and 10 (10A) (iii) of the Income Tax Act, 1961. The maximum amount currently eligible for deduction under section 80 C is ₹ 1,50,000/-. However, tax laws are subject to change from time to time. Benefits will be applicable as per the prevailing laws. Please consult your financial advisor for further details.

03 Making the Most of Your Plan

What happens in case of missed premiums?

You have an additional 30 days in case of quarterly/ half-yearly/ yearly premium payment mode and 15 days in case of monthly premium payment mode to pay the due premium. This period starts from the due date of each premium payment. The policy remains in-force during this grace period.

However, if you fail to pay your premiums before the expiry of the grace period,

- **Where your policy has not acquired surrender value:** Your policy will Lapse
- **Where your policy has acquired surrender value:** Your policy will continue with reduced benefits (as a Reduced Paid-Up policy)

What happens once the policy Lapses or attains Reduced Paid-Up status?

Lapse:

Single Premium: Not Applicable

For Limited Pay: If the policyholder has not paid the due premiums for the first two full years within the grace period, the policy lapses. No benefits will be paid under the lapsed policy until and unless, the policy is revived.

Reduced Paid-up:

Single Premium: Not Applicable

For Limited Pay: If the premiums due under this policy have been paid for at least first two full years and subsequent premiums are not paid, then the policy will acquire Reduced Paid-Up status. The reduced paid-up policy will continue with the following benefits:

Death Benefit for Reduced Paid-up Policy:

In case of death of the Life Assured during the policy term, Total Premiums paid accumulated at the interest rate of 6% per annum compounded till the end of policy month following the date of death of the Life Assured.

Maturity Benefit for Reduced Paid-up Policy:

On survival of the Life Assured to the end of the Policy Term, the Paid-up Vesting Benefit will be paid.

$$\text{Paid-up Vesting Benefit} = \frac{\text{Total Number of premiums paid}}{\text{Total Number of premiums payable}} \times \text{Assured Vesting Benefit}$$

Can you restore your Lapsed/Reduced Paid-Up policy to the original benefit levels?

You can revive your Lapsed/Reduced Paid-Up policy within five years from the due date of the first unpaid premium by simply paying the outstanding premium amount with the applicable interest rate (currently 9 percent per annum*)

The Company reserves the right to accept or reject the revival of the Lapsed/Reduced Paid-Up policy as per the Board approved underwriting policy.

Once the policy is revived, all the benefits will be restored to original benefits level (i.e. level of benefits payable in case of In-force policies).

* May change subject to the prior approval from IRDAI

Can the policy be discontinued in between?

It is advisable to continue your policy in order to enjoy the full benefits of your policy. However, in certain circumstances, if you are in urgent need of money, and you are not able to continue paying your premiums, you can surrender your policy (including Reduced Paid-Up policy) anytime during the Policy Term, provided it has acquired Surrender Value. The Policy will acquire Surrender Value as below:

Premium Payment Term	Surrender Value applicability
Single Premium	From the Date of Commencement of Policy
5/10/15 Year Limited Pay	After payment of first two full years premiums

Once the policy is surrendered, the Surrender Value, as defined below, will become payable and the contract ceases immediately.

Surrender Value payable will be higher of "Guaranteed Surrender Value (GSV)" and "Special Surrender Value (SSV)".

The Guaranteed Surrender Value is calculated as:

$$\text{Guaranteed Surrender Value} = \text{Surrender Value Factors 1} \times \text{Total premiums paid till the date of surrender}$$

Surrender Value Factors 1 are guaranteed throughout the Policy Term for the calculation of GSV. Factors for sample model points are furnished in the table below:

PPT	Policy Term	Policy Year									
		1	2	5	8	10	12	15	18	20	
Single	5	75%	80%	100%	NA	NA	NA	NA	NA	NA	NA
Single	10	75%	75%	91%	96%	100%	NA	NA	NA	NA	NA
5	10	0%	30%	50%	80%	100%	NA	NA	NA	NA	NA
10	15	0%	30%	50%	65%	75%	85%	100%	NA	NA	NA
15	20	0%	30%	50%	60%	67%	73%	83%	93%	100%	100%

We will calculate the Special Surrender Value by using the basis and the method as approved by the IRDAI from time to time. Special Surrender Value may be amended by the Company from time to time with prior approval of the IRDAI.

Start saving for your retirement now and ensure an independent life without compromising on standard of living.

Remember!

Retirement planning works best when you **start early, invest regularly** and **think long-term**.

04 Things You Should Remember!

What are the important points to be kept in mind while applying for the plan?

- i. It's important when you apply, you give complete and correct information especially about your health and occupation. These details are critical for making sure you get the right benefits under the Plan.
- ii. If you choose to pay premium only once, remember to mark your application as 'Single Premium'
- iii. Provide your correct contact details and address. Always provide a landmark if possible.
- iv. It is ideal for you to opt for the ECS/ Direct Debit option in case of limited premium plans. This will make life simple for you but automatically ensuring your premiums are paid on time.

Remember! It's not enough to fill in your application form correctly and get the plan issued. What's even more important is to ensure that your nominee/ family is aware about the plan and understanding its features.

Also ensure you update your contact details regularly to ensure you get real time updates on your plan.

What if you realize this is not the right plan for you?

If you disagree to any of those terms or conditions in the policy, you have an option to return the policy to us within 15 days (30 days, if the policy is opted through Distance Marketing mode) from the date of the receipt of the policy document, stating the reasons for your objection. In this case we will return your premium as follows –

Premium paid less:

- i. Proportionate risk premium for the period on cover
- ii. Expenses incurred by us on medical examination, if any
- iii. Stamp duty charges

Distance Marketing mode includes every activity of solicitation (including lead generation) and sale of insurance products through the following modes: (i) voice mode, which includes telephone-calling (ii) short messaging service (SMS) (iii) electronic mode which includes e-mail and interactive television (iv) physical mode which includes direct postal mail and newspaper & magazine inserts and (v) solicitation through any means of communication other than in person

How is the premium calculated?

In this plan, you need to decide how much amount you want to invest as Premium (subject to minimum and maximum Premium specified under the contract). The following factors are applied to annual premium when paying premiums other than annual mode.

Mode of Premium	Modal Factor
Yearly	1
Half Yearly	0.5108
Quarterly	0.2582
Monthly	0.0867

(A) Termination of Policy:

The Policy shall be terminated on the occurrence of the earliest of the following:

- On policy being lapsed by non-payment of due premiums and not revived within the Revival period
- On Surrender of the policy (i.e. upon payment of applicable Surrender Value)
- On death of the Life Assured
- On vesting of the policy (i.e. upon payment of Vesting Benefit)

(B) Policy Loan:

Not Applicable

(C) Rider:

No Rider is available

(D) Nomination:

Nomination is allowed as per Section 39 of The Insurance Act, 1938, as amendments from time to time.

(E) Assignment:

Assignment is allowed as per Section 38 of The Insurance Act, 1938, as amendments from time to time.

(F) Prohibition of Rebates:**Section 41 of The Insurance Act, 1938 as amended from time to time:**

- 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 prospectus or tables of the insurer.
- 2) Any person making default in complying with the provisions of this section shall be liable with a penalty which may extend to **ten lakh rupees**.

(G) Goods and Services Tax:

Goods and Services Tax and any charges levied by the government in future shall be levied as per the prevailing tax laws and/or any other laws.

SUD Life Guaranteed Pension Plan - (UIN: 142N052V01)



For more details, contact the Branch Manager

 1800 266 8833  www.sudlife.in

Star Union Dai-ichi Life Insurance Company Limited is the name of the Insurance Company and “SUD Life Guaranteed Pension Plan” is the name of the plan. Neither the name of the Insurance Company nor the name of the plan in anyway indicates the quality of the plan, its future prospects or returns.

SUD Life Guaranteed Pension Plan | UIN: 142N052V01 | Individual Non-Linked Non-Participating Deferred Pension Plan

Star Union Dai-ichi Life Insurance Company Limited | IRDAI Regn. No: 142 | CIN: U66010MH2007PLC174472

Registered Office: 11th Floor, Vishwaroop I.T. Park, Plot No. 34, 35 & 38, Sector 30A of IIP, Vashi, Navi Mumbai-400 703 | Contact No: +91 22 7196 6200 (charges apply) | 1800 266 8833 (Toll Free) | Timing: 9:30 am - 6:30 pm (Mon - Sat) | Email ID: customercare@sudlife.in | Visit: www.sudlife.in | For more details on risk factors, terms and conditions, please refer to the sales brochure carefully, before concluding the sale. Tax benefits are as per prevailing tax laws and subject to change from time to time. Participation by the Bank's customers in Insurance Business shall be purely on a voluntary basis. It is strictly on a non-risk participation basis from the Bank. Trade-logo displayed belongs to M/s Bank of India, M/s Union Bank of India and M/s Dai-ichi Life Holding Inc. and are being used by Star Union Dai-ichi Life Insurance Co. Ltd. under license.

BEWARE OF SPURIOUS/FRAUD PHONE CALLS

IRDAI is not involved in activities like selling insurance policies, announcing bonus or investment of premiums. Public receiving such phone calls are requested to lodge a police complaint