

Aegon Life Premium Gain Plan UIN-138L006V01

Policy Document

Standard Policy Provisions

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

1. Definitions

Accident refers to a sudden, unforeseen and involuntary event caused by external, violent and visible means.

Accidental Death shall mean death which meets the following conditions:

1. which is caused by Bodily Injury resulting from an Accident and
2. which occurs due to the said injury solely, directly and independently of any other causes and
3. which occurs within 90 days of the occurrence of such an Accident.

Age means age on nearest birthday unless specifically otherwise provided.

Base Plan means the coverage which provides benefits mentioned in Clause 3 on Policy Benefits.

Base Plan Premium is the instalment premium payable by you for the Base Plan and is mentioned in the Policy Schedule..

Bodily Injury means an abnormal bodily condition caused directly and solely by Accident, independent of any other cause and not therefore due to illness or disease, which occurs within 90 days of Accident and while the Policy is in force. Such Bodily Injury must be evidenced by external signs such as contusion, bruise and wound except in cases of drowning and internal injury.

Charges means the charges mentioned in Clause 10.

Company, Insurer, We, Us mean Aegon Life Insurance Company Limited.

Cut Off Time means the time on a business day of the Company up to which we will accept the premiums and options for surrender, partial withdrawals or switches and allocate Units at the Unit Price of that date. Presently the Cut-Off time is 3:00 pm, which could change in the future subject to IRDA approval.

Due Dates means the dates on which the Policy Premiums are due and payable by the Policy Holder.

First Premium is the premium received along with the Proposal Form for issuance of the Policy.

Fund or Investment Fund means a specific and segregated investment fund managed by us for the exclusive interest of all the Policy Holders sharing the same investment fund option.

Fund Value means, unless otherwise provides for exclusion of Units purchased out of Top Up Premiums, the product of the total number of Units under the Policy and the Unit Price per Unit.

Grace Period is a period of 30 days starting from the due date of premium and ending at midnight of the 30th day from the due date of premium irrespective of whether the 30th day is a holiday, public or otherwise.

IRDA means the Insurance Regulatory and Development Authority.

Life Assured is the person in relation to whom the Base Plan is granted by us.

Maturity Date is the date of expiry of the Base Plan by efflux of the Policy Term and is mentioned in the Policy Schedule.

Monthly Date is the first day of each Policy Month.

Policy means the contract of insurance entered into between the Policy Holder and the Company as evidenced by this document which sets down the benefits available to the Policy Holder and the terms and conditions for availing of such benefit/s

Policy Holder, You or Your or Yours mean the Policy Holder named in the Policy Schedule.

Policy Anniversary is the date corresponding to the Policy Date occurring after the completion of every Policy Year.

Policy Date is the date of commencement of the Base Plan and is mentioned in the Policy Schedule

Policy Premium is the premium payable under the Policy for the benefits granted therein.

Policy Term means the period commencing on the Policy Date and ending on the Maturity Date and is mentioned in the Policy Schedule.

Policy Year and **Policy Month** are measured from the Policy Date and are periods of twelve calendar months and one calendar month respectively.

Premium Redirection is the facility available to you to modify the allocation of the amount of renewal premium into a different investment pattern from the option (investment pattern) in effect at the time you exercise this facility.

Proposal Form is the application form you have submitted to us for purchasing this Policy.

Redemption means the encashing of Units at the prevailing Unit Price offered by us and involves cancellation of Units in transactions such as partial withdrawals, surrender, maturity or switches.

Surrender Value is the Fund Value less applicable Surrender Charge.

Top-Up Premium or Top-Up is an amount(s) paid by you during the Policy Term and is over and above the Policy Premium payable by you.

Unit is a portion or a part of the Investment Fund and is represented by one undivided share in the assets underlying that Fund.

Unit Price is the value per Unit of each investment fund calculated in rupees as mentioned below:

The Unit Price will be based on the Appropriation Price when the Company is required to purchase assets to allocate Units at the Valuation Date and the Expropriation Price when the Company is required to sell the assets to redeem the Units at the Valuation Date.

The Appropriation Price is calculated as follows

(Market or fair value of investments plus expenses incurred in the purchase of assets plus current assets plus any accrued income net of fund management charges minus current liabilities and provisions) divided by number of units outstanding under the Investment Fund.

The Expropriation Price is calculated as follows

(Market or fair value of investments minus expenses incurred in the sale of assets plus current assets plus any accrued income net of fund management charges minus current liabilities and provisions) divided by number of units outstanding under the Investment Fund.

Valuation Date is the date on which we value the assets of the Funds as set out in Clause 6.4 below.

2. General

2.1 Product Description

'Aegon Life Premium Gain Plan' is the name of a unit linked product of the Company. This is a linked non-participating plan. This Policy will participate in the investment performance of the Investment Fund(s) of the Company, chosen by you, to the extent of allocated units. This Policy, however, does not in any way give you any right whatsoever to any share in the profits or surplus of the business of the Company. A Unit Linked Policy is subject to different risk factors and the investments in the Investment Funds are subject to fluctuations in financial markets and other risks. The Unit Price can go up or down depending on the factors and forces affecting the financial markets. The name of the concerned Investment Fund does not indicate the quality and the past performance of the Fund and is not necessarily indicative of its future performance. The Investment Funds chosen for investment under this Policy do not offer any guaranteed returns.

2.2 Assignment & Nomination

(i) Assignment

An assignment of the Policy can be made by an endorsement on the Policy itself or by a separate instrument signed in either case by the assignor specifically stating the fact of assignment and duly attested. The first assignment may be made only by the Policy Holder. Such assignment shall be effective, as against the Company, from and upon the service of a written notice upon the Company together with the endorsement or instrument or a copy thereof duly certified to be correct by both the assignor and the assignee. Assignment will not be permitted where the Policy is under the Married Women's Property Act, 1874 and conditions apply to assignments of policies issued to partnerships or Hindu Undivided Families..

(ii) Nomination

The Policy Holder, where he himself is the Life Assured under this Policy, may at any time during the tenure of the Policy make a nomination for the payment of the money secured by the Policy in the event of his death. Where the nominee is a minor, an Appointee, who is not a minor, will necessarily be appointed by the Policy Holder to receive the death benefits during the minority of the nominee. Nomination can be made by communicating the same in writing to the Company. The Nominee can be changed by the Policy Holder at any time during the term of the Policy and any such change shall vacate earlier nomination automatically. Where the Policy Holder is different from the Life Assured, there will be no nomination permitted under the Policy.

(iii) The Company does not express any opinion on the validity or legality of the assignment or nomination.

2.3 Suicide and other Exclusions

If the Life Assured under the Policy, whether medically sane or insane, commits suicide, within one year of the Policy Date the Policy shall be void and the Company will be liable to pay the higher of the Premiums paid by you and Fund Value as on the Valuation Date following the intimation of death.

If the Life Assured under the Policy, whether medically sane or insane, commits suicide, within one year of the Effective Date of Reinstatement, where the Policy has been discontinued in accordance with Clause 5.1, the Policy shall be void and the Company will be liable to pay the Fund Value as on the Valuation Date following the intimation of death.

For additional accidental death benefit, the accidental death benefit is excluded if death occurs in any of the following circumstances:

- Service in the armed forces at the time of declared or undeclared war or while under orders for warlike operations or restoration of public order.
- Self-destruction or any attempted self-destruction or self-inflicted injury while sane or insane.
- Accident occurring while or because the Assured is under the influence of alcohol or any non-prescribed drug.
- Engaging in or taking part in: motorized racing of any kind; professional sports; hazardous activities, including but not limited to scuba diving, boxing, mountaineering or rock climbing; flying or any other aerial activity, except as a fare paying passenger in a regular scheduled commercial aircraft.
- Arising or resulting from the assured committing any breach of law with criminal intent.
- War, terrorism, invasion, act of foreign enemy, hostilities, civil war, martial law, rebellion, revolution, insurrection, military or usurper power, riot or civil commotion. War means any war whether declared or not.

Taking or absorbing, accidentally or otherwise, any intoxicating liquor, drug, narcotic, medicine, sedative or poison, except as prescribed by a licensed doctor other than life assured.

2.4 Incorrect Information & Non-Disclosure

Your Policy is based on the replies furnished to the questions in the Proposal Form and in the report, if any, of the Medical Examiner and the declarations which have been made to the Company and any other information provided by you or on your behalf in writing before we accepted the risk under your proposal. If any information provided by you is incomplete or incorrect, not withstanding any other provisions under the Policy, the Company reserves the right to vary the benefits which may be payable and if there has been non disclosure of any material fact or if the replies to any of the questions asked in the Proposal Form/report of the Medical Examiner are false or wrongly answered then we may treat the Policy as void.

Section 45 of the Insurance Act, 1938 is reproduced hereunder for your ready reference.

"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 Policy Holder and that the Policy Holder 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 Assured was incorrectly stated in the proposal."

2.5 Free Look Option

If you disagree with any of the terms and conditions of the Policy, you have the option to return the Policy Document along with a letter stating reasons for the objection within fifteen days of receipt of the Policy Document ("the free look period"). The Policy will be cancelled by us and we will pay you an amount equal to the

- Premium Allocation Charges deducted from the Policy;
- Plus the Fund Value as on the Valuation Date following the receipt of your letter;
- Minus the aggregate of the Stamp Duty on the Policy, and proportionate Mortality Charges.

All the rights under the Policy shall stand extinguished immediately on the cancellation of the Policy under the free look option.

2.6 Misstatement of age or gender

The charges payable under the Policy, more specifically mentioned under clause 10, have been calculated on the basis of the age and / or gender of the Life Assured as declared in the Proposal Form.

Without prejudice to the Company's other rights and remedies including those under the Insurance Act, 1938, if the age or gender of the Life Assured has been misstated or incorrectly mentioned, then the Company will determine the Charges as described in clause 10 using the correct age and gender. This may be done in any of the following manner:

- a) If the correct age is higher than the age declared in the Proposal Form, the Charges payable under the Policy shall be altered corresponding to the correct age of the Life Assured from the Date of Commencement and the Policy Holder shall pay to the Company, the difference between the Charges charged at such lower rate (more specifically mentioned under the head Charges) and such re-calculated higher rate retrospectively from the Date of Commencement.
- b) If the correct age of the Life Assured is lower than the age declared in the Proposal Form, the Charges payable under the Policy shall be altered corresponding to the correct age of the Life Assured from the Date of Commencement (and the Company may adjust the difference by adding Units corresponding to the difference between the Charges charged at such higher rate and the Charges chargeable at such re-calculated lower rate retrospectively from the Date of Commencement.

Notwithstanding the above the Company may terminate the Policy and refund the Surrender Value (if the Life Assured's correct date of birth/age is such as would have made him/her uninsurable).

2.7 Payment of Claim

The Company would seek the following primary documents in support of a claim to enable processing of the claim intimated by you under the Policy:

- For Maturity Benefit and Surrender Benefit: the original Policy Document
- For Death Benefit:
 - Original Policy Document;
 - Certificate of the Doctor / Medical Officer certifying the cause of death;
 - Death Certificate issued by the local authority; and
 - Claimant's Statement

The Company is entitled to call for additional documents or information for processing of the claim depending on the cause of claim.

2.8 Taxation

The tax benefits on the Policy would be as per the prevailing provisions of the tax laws in India. If required by the relevant legislation prevailing from time to time, the Company will withhold taxes from the benefits payable under the Policy. The Company reserves the right to recover statutory levies including service tax by way of adjustment of the premiums paid by you or make necessary recoveries from the Fund Value and/or Unit Prices and/or benefits payable under the Policy.

2.9 Notices

Any notice, direction or instruction given by you to the Company under the Policy shall be in writing and delivered by hand, post, facsimile or electronic mail to Aegon Life Insurance Company Limited, Building No. 3, Third floor, Unit No. 1, NESCO IT Park, Western Express Highway, Goregaon (E), Mumbai 400 063.

Any notice, direction or instruction to be given to you under the Policy shall be in writing and delivered by hand, post, facsimile or electronic mail to your updated address in the records of the Company and is deemed to have been received by you within seven days after posting or immediately upon receipt in the case of hand delivery, facsimile or electronic mail.

2.10 Currency and Payment

All payments to or by the Company will be in Indian rupees and shall be in accordance with the prevailing Exchange Control regulations and other relevant laws of India.

2.11 Applicable Law

The Policy is subject to the provisions of the laws of India and more particularly the Indian Contract Act, 1882 as amended, the Insurance Act, 1938, the Insurance Regulatory And Development Authority Act, 1999, the rules and regulations made under these enactments, the directions and guidelines issued by the IRDA from time to time and the tax laws.

3. Benefits

3.1 Death Benefit

If the Policy is in force and the Life Assured dies before the Date of Maturity, the Company will pay to the person entitled to the benefits of the Policy as per table given below

Duration on death	Basic Death Benefit	Additional accidental death benefit
Before completion of 6 policy months	50% of base plan sum assured or fund value whichever is higher	50% of sum assured
After completion of 6 policy months	Higher of Base Plan Sum Assured or fund value	Sum assured

All partial withdrawals (other than those made out of top up premium) made during the period of two years before the date of death will be adjusted from the base plan sum assured for calculation of death benefit. However, if death occurs after his attaining age 60, all partial withdrawals (other than those made out of top up premium) made after attaining age 58 but within 5 years of the date of death, will be deducted from the Base Plan Sum Assured applicable at the time of death. If the premiums have not been paid for the first three Policy Years and the Policy is in lapse status, death benefit is the Fund Value.

3.2 Maturity Benefit

Upon survival of the Life Assured to the Maturity Date the Policy Holder will receive the Fund Value.

3.3 Special Additions

On termination of the policy by way of death, maturity or surrender, the special addition, as given below will be payable:

- a) On death while the Policy is in force, 10% of all premiums paid (excluding any Top-Up Premiums) by the Policy Holder till the date of death will be payable in addition to the death benefit mentioned in clause 3.1 above.
- b) 10% of all the premiums paid (excluding any Top-Up Premiums) by the Policy Holder till the Maturity Date will be added to the maturity benefit payable under clause 3.2 above.
- c) In case of surrender of the policy, 5% of all premiums paid (excluding any Top-Up Premiums) will be paid in addition to the surrender value payable under clause 3.5 below.

3.4 Partial Withdrawals

- (i) The Policy Holder will have option to make partial withdrawals at any time after the three Policy Years immediately following the Policy Date subject to payment of all Policy Premium in full during these three Policy Years and following further conditions:
- The Partial Withdrawal amount is not less than Rs. 5000/-.
 - The Partial Withdrawal is not allowed before life insured has attained age 18 years.
 - The sum total of all Partial Withdrawals as at the end of any Policy Year shall not exceed 20% of the Fund Value at the beginning of that Policy Year.
 - The balance of Fund Value remaining after any Partial Withdrawal is not less than two times of the annual Base Plan Premium.
 - In respect of Partial Withdrawal from Fund Value of Units purchased out of Top-Up Premiums, there will be a lock-in period of 3 years from the respective date of payment of each Top-Up Premium.
 - The Partial Withdrawal shall be subject to prevalent administrative rules regarding minimum and maximum withdrawal amounts.
 - Four Partial Withdrawals will be permitted free of charge in each Policy Year. On any further Partial Withdrawal, a Charge as given in Clause 10 will be levied.
 - Subject to Sub-clause (d), Partial Withdrawal shall be effected by cancellation of Units first from eligible Top-Up Premiums across all the Investment Funds as nearly equal as possible. However this condition will not apply if Top-Up Premium is paid during the last three Policy Years of the Policy Term.

3.5 Surrender Benefit

This Policy may be surrendered by the Policy Holder at any time after completion of three Policy Years. The Policy will not acquire any Surrender Value until Policy Premiums of the first twelve Policy Months has been paid. The Surrender Value payable is equal to the Fund Value as on the date we receive your Surrender request.

3.6 Change Base Plan Sum Assured

Change, whether increase or decrease, in sum assured is not permitted in the Policy.

3.7 Premium Redirection

The Policy Holder is entitled to change the renewal premium allocation proportion to various Investment Funds. The new premium allocation proportion will be applicable for all future Base Plan Premiums and Top-Ups. The premium redirection request should be received at least 21 days before the next premium due date and the premium redirection request, if so made and received, will be effective from the next premium due date. The altered allocation proportions will be applicable on all future premiums received after the date of the alteration of such allocation proportions.

Two Premium Redirection requests will be processed free of charge in one Policy Year. All subsequent redirection requests will carry a Premium Redirection charge as given in Clause 10.

4. Premiums

If any amount received towards Policy Premium is less than the instalment due, the same will not be accepted. On the other hand if the amount received towards Policy Premium is more than the instalment due, the excess amount will be refunded to the Policy Holder. No interest or reward is payable on the excess amount received.

If a Policy Premium is received in advance, Units will be created only on the Due Date of the Base Plan Premium.

The Base Plan Premium received by the Company (net of relevant Premium Allocation Charges) is used to create Units in the relevant Investment Funds in accordance with the Allocation Proportion then in effect under the Policy. The Units will be created on the Valuation Dates of the relevant Funds as per the provisions of Clause 7.

At any time during the Policy Term, you may in addition to your Policy Premium, apply for payment of Top-Up Premium in the specified form, subject to the following conditions:

- The Policy is in force; and
- Policy Premium due till the date of the application has been paid in full; and
- Any Top-Up Premium payment is not of less than Rs. 5,000/-. This minimum limit may be changed by the Company from time to time; and
- Total Top-Up Premiums paid (including all Top-Up Premiums paid earlier) under the Policy cannot exceed 25% of the total Policy Premiums paid till date of payment of Top up Premium. Any amount which is in excess of 25% of total Policy Premium, as above, shall be refunded by the Company without any interest. The creation of Units out of the Top-Up Premium (net of the relevant Premium Allocation Charges) in the relevant Funds will be made in accordance with the Allocation Proportion then in effect. The Units will be created on the Valuation Dates of the relevant Investment Funds as per the provisions mentioned in Clause 7.

If a Policy Premium is due and Top-Up Premium is received, such Top-Up Premium will first be used to pay the due Policy Premium. The remainder will be allocated as a Top-Up.

5. Non-forfeiture

5.1 Discontinuance of Policy Premium within three years of the Policy Date

If any Policy Premium due within the first three Policy Years of the Policy Date remains unpaid even after the grace period of 30 days from the date of unpaid Policy Premium, the Policy will lapse with effect from the Due Date of the first unpaid premium ("Lapse Date") and no benefits will be payable under the Policy. The Policy will continue in a lapsed status and all Charges except Mortality Charges will be deducted.

Death Benefit (as in Clause 3.1) if payable during the Grace Period will be reduced by the outstanding Policy Charges.

Reinstatement of the Policy: The Policy Holder can apply for reinstatement of the lapsed Policy within two years from the due date of the first unpaid premium ("Reinstatement Period"). The reinstatement shall be subject to the following conditions:

- Satisfactory evidence of insurability of the Life Assured; and
- Payment in full of an amount equal to all the Policy Premiums due but unpaid till the Effective Date of reinstatement.

The Effective Date of Reinstatement is the date on which the above requirements are met by you and approved by the Company. On this date, appropriate Premium Allocation Charge shall be deducted from the abovementioned payment and the balance of the premium amount shall be invested in Investment Funds as chosen by you.

In case of surrender of the Policy during the Reinstatement Period, provided the Policy has completed three Policy Years, we shall pay you the Surrender Value, if any.

In case of death of the Life Assured during the Reinstatement Period, the Fund Value will be paid.

If the Policy is not reinstated during the Reinstatement Period, the Policy will stand terminated and the Surrender Value shall be payable on the completion of the third Policy Year or at the end of the Reinstatement Period, whichever is later.

5.2 Discontinuance of Policy Premium after three Policy Years

If the due Policy Premiums have been paid for at least three consecutive Policy Years from the Policy Date and subsequent Policy Premiums are unpaid, you may reinstate the Policy within five years from the date of first unpaid premium. Such reinstatement shall be subject to the following conditions:

- Satisfactory evidence of insurability of the Life Assured; and
- Payment in full of an amount equal to all the Policy Premiums due but unpaid till the Effective Date of Reinstatement

The Effective Date of Reinstatement is the date on which the above requirements are met by you and approved by the Company. On this date, appropriate Premium Allocation Charge shall be deducted from the above mentioned payment and the balance of the premium amount shall be invested in Investment Funds as chosen by you.

During the period allowed for reinstatement, the Policy shall continue to be in force for the Base Plan by levying applicable Policy Charges. At the end of the allowed period for reinstatement, if the Policy is not reinstated the Policy shall be terminated by paying the Surrender Value.

You are however entitled to submit a written notice to the Company within the period allowed for the reinstatement of the Policy opting to continue the Policy. The Company will continue deduction of applicable Policy Charges and keep the Policy in force for the Base Plan until the Fund Value does not fall below the amount equivalent to one year's Base Plan Premium. Where the Fund Value falls to the level of an amount equal to one year's Base Plan Premium or the Fund Value is inadequate for the deduction of the applicable Policy Charges as per Clause 10, whichever is earlier, the Policy shall stand terminated and surrender value equal to one year Base Plan Premium shall be paid.

6. Investment Funds

6.1 An Investment Fund is a specific and separate fund managed for the exclusive interest of all Policy Holders sharing the same Investment Fund. The Company holds legal and beneficial interests in the assets of each Investment Fund and has sole discretion on the investment and the management of each Investment Fund within the defined asset portfolio allocation as set out under clause 6.2. The three Investment Funds currently offered under the Policy by the Company are - Balanced Fund, Conservative Fund and Debt Fund.

6.2 The Company will manage the investment mix of each of the Investment Fund according to the following indicative table:

Asset Class	Balanced Fund	Conservative Fund	Debt Fund
Equities	30% - 70%	0% - 20%	0%
Fixed Interest Instruments	30% - 70%	50% - 100%	60% - 100%
Money Market Instruments	0% - 40%	0% - 40%	0% - 40%

6.3 Investment Objectives of the Investment Funds

Debt Fund: This fund will aim to generate investment income by investing in a diversified portfolio of government debt, corporate debt and money market instrument of varying maturities.

Conservative Fund: The aim of this fund is to invest not only into secured instruments but also to invest into equities, to ensure attractive returns. This fund will primarily invest into government debt, corporate debt and money market instruments.

Balanced Fund: This fund will aim to maintain a balance between equity and debt exposure so that the client has a stable and attractive long term return. The fund will also shift allocation between debt and equity to gain from asset price movements over medium to long term.

Note

- Conservative Fund, Balanced Fund and Debt Fund are the names of the Investment Funds and do not in any manner indicate the quality of the Investment Funds, their future prospects or returns.
- Investments in the Investment Funds are subject to market and other risks and the achievement of the Objective of any of the Investment Funds cannot be assured.
- The Company may from time to time change the asset portfolio allocation in the existing Investment Funds with the approval of the IRDA.

6.4 Investment Fund Valuation

The valuation of assets under each Investment Fund shall be made as per the valuation norms prescribed by the Company and the IRDA.

The Company is aiming to value the Investment Funds on each day of the operation of the financial markets. The Company however, reserves the right to value less frequently in extreme circumstances, where the value of the assets may be subject to extreme volatility and uncertainty. In such circumstances the Company may defer valuation of assets until normalcy returns. Examples of such circumstances are:

- When one or more stock exchanges which provide a basis for valuation for a substantial portion of the assets of the Fund are closed other than for normal holidays.
- When, as a result of political, economic, monetary or any circumstances out of the control of the Company, the disposal of the assets of the Investment Fund are not reasonable or would not reasonably be practicable without being detrimental to the interests of the remaining Policy Holders invested in the Investment Fund;
- During periods of extreme volatility of capital markets during which surrenders and switches would, in our opinion, be detrimental to the interests of the existing Policy Holders sharing the same Investment Fund option;
- In case of natural calamities, strikes, war, civil unrest and riots;
- In the event of any force majeure or disaster that affects our normal functioning;
- If so directed by the IRDA.

The Fund Management Charge as explained in Clause 10 is levied at the time of computation of the Unit Price.

6.5 Investment Fund Addition

The Company may from time to time create and add new Investment Funds with different Charges with the approval of the IRDA and consequently, new Investment Funds may be made available to you. All provisions of the Policy will apply to such new Investment Funds unless stated otherwise.

6.6 Investment Fund Closure

The Company reserves the right to close any Investment Fund at any time by giving a three month written notice of its intention to close the Investment Fund and from the date of such closure the Company will cease to create or cancel Units in the said Investment Fund ('Closing Investment Fund'). Closure of an Investment Fund will be on the happening of an event which in the sole opinion of the Company requires the said Investment Fund to be closed and such closure of an investment fund shall be subject to prior approval of IRDA. The Company will require the Policy Holder who has invested in the Closing Investment Fund to replace it with another Investment Fund/s ('Replacing Investment Fund') in the format specified by the Company and before the date specified in the written notice of the Company. Upon receiving your confirmation, units in the Closing Investment Fund allocated to this Policy will be cancelled on the last Valuation Date of the Closing Investment Fund. The Company will create Units in the Replacing Investment Fund/s, with proceeds from the cancellation of the Units in the Closing Investment Fund on the last Valuation Date of the Closing Investment Fund.

If the Company has not received the confirmation as above from you for modification of your Investment Fund allocation before the closure of the Investment Fund, the Company will:

- switch your funds from the Closing Investment Fund to the most conservative Investment Fund then available; and
- change your Allocation Proportion in such a way that the percentage of allocation of premium to the Closing Investment Fund is added to the percentage allocated to the most conservative Investment Fund option then available. Currently the most conservative Investment Fund option is Debt Fund. The Company would however declare the most conservative Investment Fund option from time to time depending upon its then current Investment profile.

6.7 Switch amongst Investment Funds

You can apply for Switch of your funds from one Investment Fund to another/ others through a Switch Application Form specified by the Company. The facility of Switch would be subject to the administrative rules of the Company, existing at the time of your Switch application. Switching of funds will be effected at the Unit Price declared on the date your Switch application is received and accepted by the Company before Cut-off time and on the next day's Unit Price declared if the application is received and accepted at the Company after the Cut-off time. You are entitled to make four Switches per Policy Year free of charge. Every additional Switch in a Policy Year would be subject to a charge as specified in Clause 10.

7. Units

7.1 Creation of Units

The Units shall be created based on the Unit Price.

Units will be created in the Investment Fund/s on receipt by the Company of the Policy Premium (except First Premium) along with a local cheque/demand draft payable at par at the place where the premium/application for switch is accepted by us on the following basis:

- the same day's closing Unit Price shall be applicable if received before the Cut-off time (the "Same Day")
- the next day's closing Unit Price shall be applicable if received after the Cut-off time (the "Next Day")

In respect of Policy Premiums (except First Premium) received with outstation cheques/demand drafts at the place where the premium is accepted by us, the closing Unit Price of the day on which cheques/demand draft is realized shall be applicable.

In respect of First Premium, the applicable Unit Price will be of the Policy Date or date of realization of the amount by the Company, whichever is later.

If the Same Day or the Next Day or the due date of the instalment premium is not a Valuation Date, then the Company shall apply the Unit Price of the next immediate Valuation Date.

7.2 Cancellation of Units

Units will be cancelled from the Investment Funds, when an application (including in respect of claims, surrender, maturity, switch, partial withdrawal) is received by the Company:

Before the Cut-off time, at the same day's closing Unit Price shall be applicable (the "Same Day").

- After the Cut-off time, at the next day's closing Unit Price shall be applicable (the "Next Day").

If the Same Day or the Next Day or the due date of the instalment premium is not a Valuation Date, then the Company shall apply the Unit Price of the next immediate Valuation Date.

Under extraordinary circumstances, such as extreme volatility of the value of the investments of the Investment Funds the Company may delay cancellation of units from an Investment Fund if it is necessary to do so in order to maintain fairness and equity between Policy Holders remaining in that Investment Fund and the Policy Holders leaving that Investment Fund. Where this applies, the Company may delay cancellation of all or part of the Investment Funds for up to 30 days. If the Company delays the cancellation, the Company will apply the Unit Prices of the day on which the cancellation actually takes place.

7.3 Rounding Off

- Company shall follow the rounding off rules as given under for the computation of Unit Price and number of Units.
- Unit Price shall be computed to four decimal places.
- Number of Units shall be computed to six decimal places.

8. Invest Protect Option

8.1 If you have chosen the Invest Protect Option you will not be required to choose the allocation proportion of your Base Plan Premium and Top Up Premium and instead all premiums will be invested as per the following pattern:

- a) All Base Plan Premiums and Top-Up Premiums, less Premium Allocation Charge, will be invested in Balanced Fund with effect from the Policy Date, or, as the case may be, from the date you have exercised this option and will remain invested in the said Fund during the Policy Term save and except in the 2nd Policy Year immediately preceding the Maturity Date (these Policy Years being hereafter referred to as the "2nd Last Policy Year" which is the farthest of the two Policy Years from the Maturity Date, and the "Last Policy Year" which is the Policy Year immediately preceding the Maturity Date) . .
- b) All Base Plan Premiums and Top-Up Premiums, less Premium Allocation Charge, received in the 2nd last Policy Year will be invested in the Conservative Fund.
- c) All Base Plan Premiums and Top-Up Premiums, less Premium Allocation Charge, received in the last Policy Year will be invested in the Debt Fund.

8.2 There will be automatic Switching of Units in the Policy from one Fund to another Fund in the following manner:

Event 1: On each Monthly Date in the 2nd Last Policy Year, 10% of the Units at the beginning of the last 2nd Policy Year will be switched to Conservative Fund until all the Units are Switched from Balanced Fund to Conservative Fund, the last Switch being of all the residual Units in the Balanced Fund, whether they being more or less than 10% of the Units held in the Balanced Fund as at the beginning of the 2nd Last Policy Year.

Event 2: On each Monthly Date in the last year, 10% of the Units at the beginning of the last Policy Year will be switched from Conservative Fund to Debt Fund until all the Units are Switched from Conservative Fund to Debt Fund, the last Switch being of all the residual Units in the Conservative Fund, whether they being more or less than 10% of the Units held in the Conservative Fund as at the beginning of the Last Policy Year.

8.3 You can opt for this facility in the Proposal Form, for which option there is no charge. This facility can also be chosen or removed after the Policy Date. The selection or alteration of this feature will be effective from the next Policy Anniversary. After selection of this facility, no Fund Switches or Premium Redirection will be allowed

9. Settlement Option

The settlement option is not available under this Plan.

10. Charges

10.1 Premium Allocation Charge

The Premium Allocation Charge is a percentage of Base Plan Premium and Top-Up Premium.

Annual Base Plan Premium	Premiums pertaining to first Policy Year	Premiums pertaining to second Policy Year onwards
Rs. 12,000 to less than Rs 50,000	100%	1%
Rs. 500,00 and above	100%	0%

The Premium Allocation Charge for a Top-Up Premium is 3%.

10.2 Policy Administration Charge

The Policy Administration Charge will be deducted by cancellation of Units at the prevailing Unit Price at Monthly Date during the Policy Term. This Charge is Rs. 50/- per month during the calendar year 2008 which will increase by 5% per annum on each 1st January. The first such increase will be effective from 1st Jan 2009. There is no Policy administration charge in the first Policy Year.

10.3 Fund Management Charge

The Fund Management Charge is levied at the time of computation of Unit Price and is levied at the rate of 1.25% per annum for the Balanced Fund, 1.10% per annum for the Debt Fund and 1.10% per annum for the Conservative Fund, and it will be charged by adjustment of the Units Prices on each Valuation Date. The Company has the right to increase this charge subject to IRDA approval but such increased charge shall not exceed 2.00% per annum for any of the Investment Funds. The formula for the deduction of FMC is as under:

Charge = NAV * FMC rate * (No. of days from the previous valuation date of the Unit Price / 365)

10.4 Mortality Charge

This charge is deducted by cancellation of Units at the prevailing Unit Price at the beginning of every Policy month. Mortality charges will be deducted on the attained age basis i.e. charges will be deducted on the current age on the Monthly Date of processing the charge. No Mortality Charge will be deducted in the first Policy Year.

The formula for the deduction of mortality charge is given below:

Mortality Charge = (Monthly base mortality charge rate for the current age multiplied by the Sum-At-Risk in excess of the fund value) plus (0.05 multiplied by Base Plan Sum assured divided by 1000).

Sum-At-Risk is defined as the excess, if any, of Base Plan Sum Assured over Fund Value.

The applicable service tax and education cess on the mortality charges will also be deducted by cancellation of units.

The monthly Base Mortality Charge rate per thousand of Sum-At-Risk for policies accepted at standard rates is as below:

Age (nearest birthday)	Mortality Charge Rate	Age (nearest birthday)	Mortality Charge Rate
12	0.000053	39	0.000187
13	0.000065	40	0.000205
14	0.000071	41	0.000225
15	0.000077	42	0.000242
16	0.000082	43	0.000260
17	0.000087	44	0.000283
18	0.000092	45	0.000311
19	0.000096	46	0.000344
20	0.000100	47	0.000382
21	0.000103	48	0.000424
22	0.000106	49	0.000472
23	0.000109	50	0.000524
24	0.000111	51	0.000582
25	0.000113	52	0.000644
26	0.000115	53	0.000712
27	0.000116	54	0.000784
28	0.000117	55	0.000861
29	0.000117	56	0.000943
30	0.000117	57	0.001029
31	0.000117	58	0.001103
32	0.000120	59	0.001195
33	0.000125	60	0.001307
34	0.000131	61	0.001439
35	0.000139	62	0.001590
36	0.000148	63	0.001761
37	0.000159	64	0.001952
38	0.000172	65	0.002162

The monthly Mortality Charge rates in the above table are guaranteed to remain the same during the Policy Term.

If an Underwriting Extra (extra risk charge being additional mortality charge as may be levied subject to consent of the Policy Holder) is payable by you, the Mortality Charge will increase to recover the amount of Underwriting Extra.

10.5 Surrender Charge

There is no Surrender Charge in this Policy.

10.6 Switch Charge

This will be charged for switching amongst Investment Funds as mentioned in Clause 6.7. Four switches in a Policy Year are free and the Switch Charge for any subsequent Switch in a Policy Year is 0.1% of amount switched subject to a minimum of Rs.100 and maximum of Rs.500/- per Switch transaction.

10.7 Premium Redirection Charge

This will be charged for exercising the Premium Redirection facility mentioned in Clause 3.8. The first two Premium Redirection requests in a Policy Year will be effected free of charge and for any subsequent Premium Redirection in that Policy Year the Premium Redirection Charge is Rs.200 per transaction. This charge can be reviewed by the Company with prior approval of IRDA subject to maximum limit of Rs.500.

10.8 Partial Withdrawal Charge

This will be charged for effecting Partial Withdrawals mentioned in Clause 3.4. Four Partial Withdrawals in each Policy Year will be allowed free of charge and for any subsequent Partial Withdrawal in that Policy Year the Partial Withdrawal Charge is Rs.200 per transaction. This charge can be reviewed by the Company with prior approval of IRDA subject to maximum limit of Rs.500.

10.9 Reinstatement Fee

There is no fee for the reinstatement of Policy.

11. Loans

You are not entitled to avail of loan under this Policy.

12. Policy Termination

The Policy will terminate on the earliest of the following:

- The date we receive your application for Surrender of the Policy;
- The Maturity Date of the Policy, as per Clause 3.2;
- The date of intimation of the death of the Life Assured;
- On discontinuance of premium as mentioned in Clause 5.

13. Consumer Grievance Cell

Your any grievances may be first addressed to the Company's Customer Helpdesk at Aegon Life Insurance Company Limited, Building No. 3, Third floor, Unit No. 1, NESCO IT Park, Western Express Highway, Goregaon (E), Mumbai 400 063. In case of disagreement with the response of the Company, the complaint can be made to the Insurance Ombudsman. The Procedure for making a complaint to Insurance Ombudsman and address of the offices of Insurance Ombudsman can be obtained from the offices of the Company or from the IRDA website address www.irdaindia.org