

Standard Policy Provisions

Aegon Life Pension Plan UIN 138L010V01

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

1. Definitions

Wherever used in this policy, the following words and expressions, unless inconsistent with the context and meaning thereof, shall have the following meanings assigned thereto:

Age means age at last birthday unless specifically otherwise provided.

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

Benefits shall mean, as stated in the Schedule, payable on the happening of the insured event or on Date of Vesting.

Charges means the charges mentioned in Clause 10.

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

Cut Off time means the time on a Business Day of the Company upto 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.

Date of Commencement means the date as specified in the Schedule on which the Policy commences.

Date of Vesting is the date of expiry of the policy by efflux of the Policy Term and is mentioned in the Policy Schedule.

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

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 the midnight of 30th day from the due date of premium irrespective of whether the 30th day is a holiday, public or otherwise.

Insured Event means the death of the Policyholder while the Policy is in force.

IRDA means the Insurance Regulatory and Development Authority.

Monthly Date is the first day of each Policy Month.

Nominee is the person nominated by the Policyholder as per the Proposal Form or as may be subsequently intimated to the Company from time to time, to receive the benefits under this Policy, in the case of Insured Event before vesting.

Policy means the contract of Insurance entered into between the Policyholder and the Company as evidenced by this document which sets down the benefits available to the Policyholder and the terms and conditions for availing of such benefit/s. Policy includes the Base Plan and the Riders, if any.

Policyholder, Life Assured You or Your/s shall mean the person named in the policy schedule, who has concluded the contract with the Company.

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 Installment Premium payable by you for the benefits and is mentioned in the Policy Schedule.

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

Policy Year and Policy Month are the periods of twelve calendar months and one calendar month respectively, from the policy date.

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, vesting or switches.

Rider is a benefit payable on the happening of a specified event as mentioned in the Rider coverage and is allowed as an add-on to the Base Plan. The Riders opted under this Policy are mentioned in the Policy Schedule.

Rider Charge is the charge for the relevant Rider coverage.

Single Premium Policy is a Policy where the Premium Payment Frequency in the Policy Schedule is “Single”.

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 Pension Plan' is the name of a unit linked product of the Company. This is a unit 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 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

This Policy benefits can be assigned conditionally and against a valid consideration. The assignment of benefits will end automatically, without notice, on the Date of Vesting. On the vesting date, the benefits under the policy will revert back to the Policyholder. 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 Policyholder. 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.

(ii) Nomination

The Policyholder, shall at any time during the tenure of the Policy make a nomination for the payment of the moneys secured by the Policy in the event of his/her death. Where the nominee is a minor, an Appointee, who is not a minor, will necessarily be appointed by the Policyholder 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 Policyholder at any time during the term of the Policy and any such change shall vacate earlier nomination automatically.

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

2.3 Suicide Exclusion

If the Policyholder under this Policy, whether medically sane or insane, commits suicide, within one year of

- a) The Policy Date or
- b) 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.

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, notwithstanding 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

- Sum of Premium Allocation Charges, Rider Charge and Policy Administration Charges deducted from the premium paid
- 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, any expenses borne by the Company for medical examination and proportionate Rider Charges, if any.

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

Without prejudice to the Company's other rights and remedies including those under the Insurance Act, 1938, if the age or gender of the Policyholder has been misstated or incorrectly mentioned, and if the correct age affects the original terms of acceptance of the Policy in such a way that we are unable to adjust the terms of acceptance to reflect the correct age, then subject to applicable law the Company may terminate the Policy and refund the Surrender Value if the correct date of birth/age of Policyholder is such as would have made him/her uninsurable.

If a Term Rider is attached to this Policy and if the correct age is found to be different from the age declared in the Proposal Form the Company will adjust the Rider Sum Assured accordingly.

If Waiver Of Premium is attached and if the correct age of the Policyholder is different than the age declared in the Proposal Form, the Rider Charge payable for the Waiver Of Premium in the Policy shall be altered corresponding to the correct age of the Policyholder from the Date of Commencement and the Company may adjust the difference by adding or canceling Units corresponding to the difference between the Rider Charge charged and the Rider Charge chargeable retrospectively from the Date of Commencement.

If the correct age affects the original terms of acceptance of the Policy in such a way that we are unable to adjust the terms of acceptance to reflect the correct age, then subject to applicable law, the Rider shall be void and the Company will retain all Rider Charges.

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 Vesting 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

- For benefits under Rider(s), if any
 - Original Policy Document; and
 - Any other documents or information as mentioned in the Rider provisions.

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

All notices and communication meant for the company whether under this policy or otherwise must be in writing and delivered to the Company by the Policyholder, at its address as shown in the Schedule, or such other address, the company may notify the policyholder from time to time.

All notices meant for the Policyholder will be in writing and will be sent by hand, post, facsimile or e-mail by the Company to the Policyholder's address as shown in the Schedule.

Notice and instructions sent by hand, post, facsimile or e-mail shall be deemed served on the Policyholder after 7 (Seven) days of posting or immediately upon receipt as the case may be.

The Company shall not be held responsible for any consequences arising due to non-intimation of change of address.

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 Policyholder dies before the Date of Vesting, Fund Value as on date of intimation of death is payable by the Company.

3.2 Vesting Benefit

Upon survival of the Policyholder to the Vesting Date the Policyholder can take part of the fund value as tax free lump-sum, subject to clause 2.8. The balance amount can be used to purchase an immediate annuity from Us at then prevailing rate or from any other annuity provider, approved by IRDA.

The Policyholder can pre-poner or post-poner the date of vesting within the permissible limits set by the Company. In case of postponing the date of vesting, the Policyholder can continue payment of premium for the extended period. However, in case the Policyholder has opted for Waiver of Premium rider, postponement of Date of Vesting will not be allowed.

3.3 Special Units

The Company will allocate Special Units under the Policy on the 10th Policy Anniversary and on every Policy Anniversary occurring thereafter. Allocation of special units is on the basis of the average fund value which will be the average of the Fund Values on all Monthly Dates falling during the last twelve months preceding the date on which the Special Units are to be allocated. This allocation is done by creating additional Units to your Policy across the Funds, in the same proportion as your Allocation Proportion then in effect. The allocation rate of Special Units depends on the policy year, and is given as under:

Policy Year	10 to 14	15 to 19	20 & above
%	0.40%	0.60%	1.00%

3.4 Partial Withdrawals

The Policyholder will have option to make Partial Withdrawals at any time after first three Policy Years immediately following the Policy Date subject to payment of all Policy Premium in full during the first three Policy Years and following further conditions:

- a) The Partial Withdrawal amount is not less than Rs. 5,000/-.
- b) The sum 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.
- c) The balance of Fund Value remaining after any Partial Withdrawal is not less than two times of the annual Policy Premium. In case of single premium policy remaining fund after Partial Withdrawal is not less than 20% of single premium.
- d) 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.
- e) The Partial Withdrawal shall be subject to prevalent administrative rules regarding minimum and maximum withdrawal amounts.
- f) Subject to Sub-clause (c), 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.
- g) Four Partial Withdrawals will be permitted free of charge in each Policy Year. On any further Partial Withdrawal a Charge as given in Clause 10.8 will be levied.

3.5 Surrender Benefit

The Policy may be surrendered by the Policyholder at any time after completion of first three Policy Years. The Policy will not acquire any Surrender Value until Policy Premiums of 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 less applicable Surrender Charges as mentioned in Clause 10. There is no surrender charge on the units created out of Top up(s).

3.6 Premium Redirection

The Policyholder is entitled to change the renewal premium allocation proportion to various Investment Funds. The new premium allocation proportion will be applicable for all future Policy Premiums and Top-ups, after adjustment for the premium allocation charge. 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.

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

4.1 Policy Premium

The Policyholder, except in case of a Single Premium Policy, will have three different premium payment options (1) Level Premium, (2) 5% Increasing Premium (3) 8% Increasing Premium option. Under the level option, the premium amount will remain the same through out the policy term. Under the 5% increasing option, the premium payable will increase at the rate of 5% of the first year annual premium every year. Under the 8% increasing option, the premium payable will increase at the rate of 8% of the first year annual premium every year.

Increase or Decrease of Premiums

If you have chosen premium payment option (1), you can increase and decrease the annual policy premiums within minimum and maximum premium limits prescribed by the Company. Such change in policy premiums will be in multiple of Rs. 1000 and the option to increase or decrease the policy premium shall be available only in respect of future policy premiums payable. However, any increase in policy premiums shall be allowed after the first policy year and any decrease in policy premiums shall be allowed after the first three policy years. Change in premium payment option from (1) to (2) or (1) to (3) is not allowed.

If you have chosen premium payment option (2) or (3), you can change to option (1) within the minimum and maximum premium limits prescribed by the Company. Such change is allowed after first three policy years. Change of premium payment option from (2) to (3) and from (3) to (2) is not allowed.

Any alteration in policy premium is not allowed if the Policyholder has opted for Waiver of Premium Rider.

Any alteration / change in policy premium should be informed to the Company within 30 days prior to the Policy Anniversary and once selected cannot be changed during that policy year.

4.2 Difference in Policy Premium

If any amount received towards Policy Premium is less than the installment due, the same will not be accepted. On the other hand if the amount received towards Policy Premium is more than the installment due, the excess amount will be refunded.

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

The Policy 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.

4.3 Top-up Premium

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 of not less than Rs. 5,000/-. This minimum limit may be changed by the Company in future;

The creation of Units out of the Top-up Premium (net of the relevant Top-up 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, if any will be allocated as Top-up.

5. Non-forfeiture

5.1 Discontinuance of Policy Premium within first three policy years

If any Policy Premium due within the first three Policy Years remains unpaid even after the grace period of 30 days from the date of unpaid Policy Premium, the Policy along with Riders, if any, 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 Rider Charges, if any 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 lapsed during first three policy years

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

- Payment in full of an amount equal to the Policy Premiums due but unpaid till the Effective Date of reinstatement.
- A lapsed rider cannot be reinstated but a new rider can be added as per terms and conditions prevailing for the purchase of the rider.

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

In case of surrender of the Policy during the Reinstatement Period, provided the Policy has completed first three Policy Years, Surrender Value as applicable, if any shall be paid.

In case of death of the Policyholder during the Reinstatement Period, the Fund Value as on the date of intimation of death 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 first three Policy Years

If the due Policy Premiums have been paid for the first three Policy Years and subsequent Policy Premiums are unpaid, the policy along with riders, if any, continues until the earlier of

- a. 5 years from the first unpaid premium due date
- b. The fund value becomes not less than one year's Policy Premium.

If event (b) arises first (i.e. before event (a) arises), the Surrender Value will be paid and the policy along with riders, if any, will stand terminated. In this case, the Surrender Value shall not be less than one year's Policy Premium.

If the event (a) arrives first, the policy along with riders, if any, will terminate and the Surrender Value will be paid. However, the Policyholder will be given a notice of termination to either reinstate the policy or exercise the option to continue the policy until event (b) occurs.

Reinstatement of the Policy lapsed after first three policy years

The Policyholder may reinstate the Policy within five years from the date of first unpaid premium. Such reinstatement shall be subject to 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 and approved by the Company. On this date, appropriate Premium Allocation Charge if any, shall be deducted from the abovementioned payment and the balance invested in Investment Funds as chosen by you.

During the period allowed for reinstatement, the Policy shall continue to be in force by levying applicable Charges including Rider Charges, if any. 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 Charges including Rider Charges, if any and keep the Policy in force until the Fund Value does not fall below the

amount equivalent to one year's Policy Premium. Where the Fund Value falls to the level of an amount equal to one year's Policy Premium or the Fund Value is inadequate for the deduction of the applicable Charges including Rider Charges, if any as per Clause 10, whichever is earlier, the Policy shall stand terminated and Surrender Value equal to one year Policy 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 Policyholders 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 five Investment Funds currently offered under the Policy by the Company are – Pension Secure Fund, Pension Debt Fund, Pension Balanced Fund, Pension Enhanced Equity Fund and Pension Index Fund.

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

Asset Class	Pension Secure Fund	Pension Debt Fund	Pension Balanced Fund	Pension Enhanced Equity Fund	Pension Index Fund
Equities	0%	0%	30%-70%	75%-100%	Nifty 50
Fixed Interest Securities & Money Market Instruments	100%	100%	30%-70%	25%	0%-2%

6.3 Investment Objectives of the Investment Funds

Pension Secure Fund: This fund will aim to invest in a diversified portfolio of debt and money market instruments of short to medium term maturities. The main objective will be to generate investment income with very low volatility risk since asset durations would be reasonable small.

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

Pension Balanced Fund: The objective of this fund is to protect the capital value of the fund and providing attractive returns to the policyholder in the long run.

Pension Enhanced Equity Fund: This fund will aim at investing in equities of various sectors to diversify the portfolio and to generate attractive returns in the long term. The fund will also have the flexibility to invest in money market instruments and other short-term Fixed Income Securities up to 20%.

Pension Index Fund: This fund is for those who want to invest in equities but do not want to take stock specific risks. Replicating the market performance at low cost. The fund is indexed to Nifty 50.

Note:

- Pension-Enhanced Equity Fund, Pension-Balanced Fund, Pension-Debt Fund, Pension-Secure Fund and Pension-Index 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:

- a) 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.
- b) 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 Policyholders invested in the Investment Fund;
- c) 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 Policyholders sharing the same Investment Fund option.;
- d) In case of natural calamities, strikes, war, civil unrest and riots;
- e) In event of any force majeure or disaster that affects our normal functioning;
- f) 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 / Modification

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 Policyholder 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 Secure 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 realised shall be applicable.

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

If the Same Day or the Next Day or the due date of the installment 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, vesting, 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 installment 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 Policyholders remaining in that Investment Fund and the Policyholders 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. Auto Re-balancing Option

If opted for, under this option, unit account is rebalanced on each policy anniversary in the unit linked funds in the chosen Allocation Proportion in effect.

At the time of Auto Re-balancing i.e. at the time of Policy Anniversary, there will be an automatic switch between the Funds inter se to ensure that the Fund mix as prescribed in the latest Allocation Proportion is maintained at the end of the policy year.

No charge will be taken for this facility at the time of proposal. You can opt-in or opt-out of this option subject to charges as mentioned in Clause 10.

9. Life Style Fund Option

9.1 On selection of this option, all Policy Premiums and Top-Up Premiums, less Premium Allocation Charge will be invested as per the following pattern:

- All Policy Premiums and Top-up Premiums, less Premium Allocation Charge will be invested as per predefined formula as below.
(80 minus age)% will be invested in Pension-Enhanced Equity Fund and balance will be invested in Pension Debt Fund.
- On every such policy anniversary, there will be an automatic switching of funds in the policy unit account from Pension Enhanced Equity Fund to Pension Debt Fund or vice versa to maintain applicable investment ratio as above.
- Age for this Clause shall mean age at last birthday as on the policy anniversary when the % allocation in the clause 9.1 is to be computed.

9.2 In the last three Policy Years immediately preceding the Maturity Date (these Policy Years being hereafter referred to as the "3rd Last Policy Year" which is the farthest of the three Policy Years from the Maturity Date, the "2nd Last Policy Year" being farther from the Maturity Date among the remaining two Policy Years and the "Last Policy Year" which is the Policy Year immediately preceding the Maturity Date).

- a. All Policy Premiums and Top-up Premiums, less Premium Allocation Charge, received in the 3rd last Policy Year will be invested in the Pension Balanced Fund.
- b. All Policy Premiums and Top-up Premiums, less Premium Allocation Charge, received in the 2nd last Policy Year will be invested in the Pension Debt Fund.
- c. All Policy Premiums and Top-up Premiums, less Premium Allocation Charge, received in the Last Policy Year will be invested in the Pension Secure Fund.

Further 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 3rd Last Policy Year, 10% of the Units in Pension Enhanced Equity Fund at the beginning of the 3rd Last Policy Year will be switched to Pension Balanced Fund until all the Units are Switched from Pension Enhanced Equity Fund to Pension Balanced Fund, the last Switch being of all the residual Units in the Pension Enhanced Equity Fund, whether they being more or less than 10% of the Units held in the Pension Enhanced Equity Fund as at the beginning of the 3rd Last Policy Year.

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

Event 3: On each Policy Monthly Date in the Last Policy Year, 10% of the Units at the beginning of the last policy year will be switched from Pension Debt Fund to Pension Secure Fund until all the Units are Switched from Pension Debt Fund to Pension Secure Fund, the last Switch being of all the residual Units in the Pension Debt Fund, whether they being more or less than 10% of the Units held in the Pension Debt Fund as at the beginning of the Last Policy Year.

9.3 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. If this facility is chosen or removed after the Policy Date, a Charge as mentioned in Clause 10 will be recovered by canceling Units. 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

10. Charges

10.1 Premium Allocation Charge

The Premium Allocation Charge is a percentage of the Policy Premium, appropriated towards the premium allocation charge, which is as follows:

Policy Term	1st Policy Year	2nd Policy Year onwards	Single Premium
5 to 9	N.A.	NIL	4%
10 to 14	28%	NIL	2%
15 & above	25%	NIL	2%

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 every Policy Month date during the Policy Term. For regular premium policies this Charge is Rs. 52.5/- per month and Rs. 31.5/- per month for single premium policies during the calendar year 2009 which will increase by 5% per annum on each 1st January. The first such increase will be effective from 1st Jan 2010.

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 1.75% per annum for the Pension Enhanced Equity Fund, 1.50% per annum for the Pension -Balanced Fund, 1.10% per annum for the Pension Debt Fund, 1.25% per annum for the Pension Index Fund and 1.00% per annum for the Pension-Secure 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

No Mortality charge is applicable on this plan.

10.5 Surrender Charge

Surrender charge will depend on the duration for which the Policy Premiums have been paid.

Number of months for which Policy Premium Paid	Surrender Charge as a % of fund value of Policy Premiums	Surrender Charge as a % of fund value of Single Premium
Less than 12 months	50%	N.A.
12 months to 23 months	30%	N.A.
24 months to 35 months	15%	N.A.
36 months to 47 months	5%	3%
48 months to 59 months	5%	1%
60 months onwards	Nil	Nil

There is no Surrender Charge on the Fund Value pertaining to Top ups.

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. 200/- per Switch transaction.

The Company reserves the right to increase this charge in future, subject to IRDA approval; but switch charges shall never exceed Rs.500/-

10.7 Premium Redirection Charge

This will be charged for exercising the Premium Redirection facility mentioned in Clause 3.6. 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

Four partial withdrawals in each policy year will be processed free of charge, subject to clause 3.4. Any additional request in year for the partial withdrawal will attract a charge of Rs.200 per transaction which may increase in future after approval from IRDA but shall not exceed Rs.500.

10.9 Auto Re-balancing Option Charge

This charge will be collected every time on selection or removal of the Auto Re-balancing Option mentioned in Clause 8 after the Policy Date. Charge of Rs. 200 will be collected from your Fund by cancellation of Units at the prevailing Unit Prices. This charge can be increased up to maximum Rs. 500/- by the Company with prior approval of IRDA.

10.10 Life Style Fund Charge

On selection or removal of this option after the policy date, a one time Charge of Rs.200 will be collected by cancelling Units. This charge may increase in future, subject to clearance from the IRDA, but shall never exceed Rs.500/- .

10.11 Reinstatement fee

There is no fee for the reinstatement of policy.

10.12 Rider Charge

If a Rider is attached to the Policy, Rider Charge will be deducted by cancellation of Units at the prevailing Unit price at every Monthly Date during the Rider Term.

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 valid application for Surrender of the Policy;
- The Date of Vesting of the Policy, as per Clause 3.2;
- The date of intimation of the death of the Policyholder;
- 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 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