

**Option to pay premia at most productive years...**

All the premia are paid in 5 years or lesser period and the burden of paying premia for a longer duration is reduced. This facilitates payment of all premia at the most productive ages of the life assured.

Even after all the premia are paid, risk cover and bonus continue till the end of the term.

**Risk coverage**

Just by payment of first premium, life cover to the extent of one full sum assured starts. Life cover continues till the end of the term provided the policy is in force and in the event of risk during the term of the plan, One Full Sum assured along with Guaranteed Additions for 5 years and for the rest of the years Bonus accrued are paid.

**Guaranteed Additions and Bonus**

Despite decline in the interest rates in the Banks, LIC assures a guaranteed addition of 50/- per thousand Sum Assured for the first 5 years and from 6th year onwards instead of guaranteed additions, bonus gets accrued and becomes payable at the time of maturity. Bonus is the sum declared by LIC of India to its policy holders every year and it varies year to year.

**With LIC you are safe**

LIC has got excellent track record of fund management and the investment policies are well defined and transparent.

LIC tops in the world in settlement of Claims. On the contrary in recent times, we have seen many private companies that have closed their business leaving the investors at bay.



## **Income Tax Benefits**

### **Section 80 of I.T. Act**

As per Section 80 (C) of I.T. Act, the premium paid can be directly deducted from the taxable income and depending on applicable the income tax rate (slab), Income Tax is saved. Overall maximum limit under this Section, inclusive of other savings is Rs. 1,00,000/-.

### **Income Tax exemption under Section 10(10D) of I.T. Act**

Normally any profits earned by way of investments is treated as taxable income in the hands of the investor, but in Life insurance policies the maturity proceeds are totally exempted from taxable income and a huge money towards tax is saved.

### **Loan**

Loan can be availed at a very low interest of 9% per annum payable half yearly. The formalities are very simple. This policy document can also be used as collateral security for availing Housing Loan from LICHFL and other financial Institution

### **Liquidity (Surrender)**

This policy can be surrendered for cash if more than one year's premia are paid.

### **Guaranteed Surrender Value**

An amount equal to 30% of total amount of premiums paid excluding the premium for the first year and extra premium if any. After completion of 3 years, the cash value of accrued Guaranteed Additions and vested bonuses, if any, will also be payable.

### **Special Surrender Value**

Special Surrender Value will also be available if the policy has completed 3 years from the date of commencement. After completion of 3 years, the cash value of accrued Guaranteed Additions and vested bonuses, if any, will also be payable.