



### **Combination of Whole Life and Endowment Plans**

This plan is a combination of Whole Life and Endowment Plan. At the end of the term One Full Sum Assured plus bonus are paid. Even after all the premiums are paid risk cover to the extent of full sum continues till the life time of the policy holder.

### **Risk Cover**

This is a special plan where the risk cover continues even after the maturity of the plan as detailed below :-

- (a) In case of risk after the date of maturity, apart from maturity benefits, one full sum assured is paid to the nominee.
- (b) In case of risk before maturity of the policy, one sum assured plus accrued bonus are paid and the contract ends.

### **In-built Accident Benefit-disability benefit**

Accidents are unfortunate and unexpected. LIC supports the family with one additional Sum assured in case of risk by accident, subject to a maximum of 5 lakhs.

This feature is in-built and no extra is charged. But this benefit is available only up to age 70.

As a result of accident, if there is permanent disability, then Disability Benefit comes to the rescue. An amount equal to one Sum Assured is paid in monthly installments spread over in 10 years is paid regularly. Thereafter till the date of maturity, future premia is also waived.

### **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.

### **Bonus & Final Additional Bonus**

The profits from the investments are shared among policy holders by way of Bonus declared every year. This amount gets accrued and is payable at the time of maturity along with sum assured.

For an inforce policy which is in the books of LIC for 17 years or more, an additional Bonus viz., Final Additional Bonus is being paid. Similar to bonus this is also declared every year and payable at the time of maturity.

The description given here in this report is aimed to give you an understanding of the plan. For any specific reference with regard to the highlights/features the policy bond issued by LIC of India will only hold good.



## **Income Tax Benefits**

### **Section 80 (C) 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 after a period of 3 years, if all the premiums are paid in time. But the surrender value will be the balance after adjusting the cost of risk cover provided till date of surrender.

## **Additional Rider Benefits @ very low cost**

### **Critical Illness Rider**

Critical Illness Rider is a new rider benefit which covers major illnesses. An extra is charged for providing this feature. One sum assured is paid if affected by any of the following major diseases once during the term of the plan :-

Heart Attack (Myocardial Infarction), Stroke (Cerebro-vascular Accident), Cancer, Kidney Failure, Major Organ Transplant, Paralysis, 3rd Degree Burns, Blindness, Coronary Artery By-pass Surgery, Heart Valve Replacement or Repair, & Aorta Graft Surgery.

### **Premium Waiver Benefit**

If CIR is availed then Premium falling due after the date of diagnosis of the any of the critical illnesses shall be waived till the maturity date.