



Money when required the most (Survival Benefit)

Under this plan, 1/4th of the Sum Assured becomes payable during the last 4 years of the term and this money comes to handy to meet the high cost of educational expenses of the child.

These Survival Benefits can also be reinvested to fetch good yield which can be utilized for marriage expenses of the child.

Risk coverage & an extended special feature in case if risk during the term

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 all the premiums are paid and the event of risk during the term of the plan One Full Sum assured is paid immediately.

The benefits under the policy continues further. As agreed 1/4th of the sum assured is paid during the last four years of the policy as well. This is an extended feature under the plan.

In-Built Premium Waiver Benefit

Premium Waiver Benefit is a feature by which future premiums are waived till the end of the term in the event of happening of risk to the policy holder. This benefit is inbuilt here and no extra is charged. By this benefit, though the future premiums are waived, Survival Benefits are paid as agreed. This ensures uninterrupted Higher education/marriage of the child.

Accident Benefit/Extended Disability Benefit

Accidents are unfortunate and unexpected. In case of risk by Accident, LIC supports the family by payment of DOUBLE the sum assured with accrued Bonus and Final Additional Bonus (if eligible)

For this benefit a simple extra is to be paid. This special feature is available during the entire term of the policy but up to age 70 only. Also quantum of Cover will depend on the overall accident cover availed under other plans as well.

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. (extended disability benefit is offered only to those avail accident benefit)



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.

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 (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.

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.