

Reliance Life Traditional Golden Years Plan

power to make your
golden years special

Rate for
FY 2010-11:
7.75% p.a.



RELIANCE Life Insurance
Anil Dhirubhai Ambani Group

A Reliance Capital Company

Reliance Life Traditional Golden Years Plan

Retirement means different things to different people, while some want to relax and take a trip around the world, some want to start up a venture of their own, and pursue a dream harnessed for years. The power to make your autumn years special lies only with you. The Reliance Life Traditional Golden Years Plan gives you the power and the right kind of solution - A retirement plan that allows you to save systematically and generate the much-needed corpus to make your old age years look golden.

Key Features

- Non linked non- profit plan
- Addition of Accumulation Rate at the of every calendar month - Rate for FY 2010-11: 7.75% p.a.
- Flexibility to increase your savings any time by paying additional premium.
- Tax free commutation up to one third of benefits at Vesting Age.

How does the Reliance Life Traditional Golden Years Plan work?

The plan works in two parts - the Accumulation Period (i.e. the Policy Term) and the Distribution Period (i.e after the Vesting Date). The Accumulation Period is the time when you build your Account values through premium payment.

You pay premium every year for the entire term and get accumulated value which will be maintained in a separate account called 'Accumulation Account' in respect of each policyholder, which will be credited with accumulation rate at the end of every calendar month.

The accumulation rate shall be applied proportionately to any increase in the Account values.

An additional accumulation account will be maintained for any additional premiums paid.

After the Vesting Date, the Annuity Payments begins. Vesting Date means the date from which the pension will start.

Plan at glance

	Minimum	Maximum
Age at Entry	18 years last birthday	75 years last birthday
Maximum Vesting Age	85 years last birthday	
Minimum Policy Term	[10 or up to age 45 years, whichever is higher] in years	
Base Premium	Yearly - Rs.10,000	No limit
	Half yearly - Rs.5,000	
	Quarterly - 2,500	
	Monthly - Rs.1,000	
Additional premium	Rs.1000/- per installment	No limit. However the total of additional premiums at any point of time shall not exceed 50% of the total base plan premium paid till that time

What is an Accumulation Account?

Accumulation Account is a separate account specially maintained for you.

All the premiums you pay will be credited in the Accumulation Account after deducting the Allocation fees for the relevant year.

The rate of allocation fees under the plan is stated below.

Year	Allocation Fee as percentage of annualised premium
Year 1	15%
Year 2 onwards	5%

The rate of allocation fees under Additional premiums will be 2% of the Additional premiums. In addition to the premiums, your Accumulation Account will be credited with Accumulation Rate. The Accumulation Rate will be declared in advance at the start of every financial year. However this will be added to your account pro-rata at the end of every calendar month.

While there is no upper limit on the Accumulation Rate that will be declared from year to year, the company undertakes that the Accumulation Rate to be declared in future will not be less than the Savings Bank deposit interest rate declared by the Reserve Bank of India (RBI).

The Accumulation Rate for the FY 2010-11 will be 7.75% p.a. Annually, declared Accumulation rate would be available on our website www.reliancelife.com

Once the Accumulation rate is declared and credited to the Accumulation Account and Additional Accumulation Account, it will be guaranteed for the rest of the policy term.

After adding the Accumulation Rate to your Account, we shall deduct Account Administration fees of 1.25% p.a. of the account value, at the end of every calendar month.

There shall be monthly deductions of Policy Administration Fee of Rs 40 per month from your Accumulation Account.

What is an Additional Accumulation Account?

Any additional premium that you pay over and above the regular premium will be credited into this account after deducting the Allocation fees of 2% of the Additional premiums paid.

At the end of every calendar month, the Additional Accumulation Account will be credited with the Accumulation rate on pro-rata basis. The Accumulation Rate on Additional Accumulation Account will be at the same level as the rate declared on the Accumulation Account.

After addition of the Accumulation rate, Account Administration fees of 1.25% p.a. will be deducted from the Additional Accumulation Account, at the end of every calendar month. There will not be any further deductions from the Additional Accumulation Account.

We shall accept the additional premiums as long as all the due premiums under your base policy are paid.

What kind of Benefits can I avail in this policy?

At Vesting:

1. On vesting, you can purchase annuity plan for the total of balances in the accumulation account and additional accumulation account, if any.
2. You may commute up to one third of benefit as tax free lump sum and the balance can be used for the purchase of annuity
3. **Open Market Option:** you can purchase an annuity either from Reliance Life Insurance Company Limited or from any other registered Life Insurance Company.

At Death: In the unfortunate event of your death during the Policy term, the beneficiary will get the total of balances in the accumulation account and additional accumulation account, if any as on intimation of death and will be paid in full.

The policy terminates on payment of death benefit.

Grace Period for payment of premiums

There is a grace period of 30 days from the due date for payment of regular premiums. In case of monthly mode, the grace period is of 15 days.

Can I Surrender the Basic Policy (Accumulation Account)?

Yes. The policy will acquire a surrender value after two full years' premiums have been paid. The surrender value will be available after completion of two complete policy years.

Whenever full surrender value of the basic plan is paid, the surrender value of any additional premium will also be paid without any deductions.

Once a policy is surrendered, it cannot be reinstated. The Policyholder may take the full surrender value in cash or may purchase an annuity with the surrender proceeds

The surrender value will depend on the number of premiums paid and the year of surrender.

Surrender Value on accumulation account under the base policy is stated below:

Year of Surrender	Surrender Value (provided two full years premiums have been paid) as a % of Accumulation Account
1 to 2	Surrender not allowed
3	80%
4	90%
5 or more	100%

Can I Surrender the Additional Accumulation Account?

Yes. A full surrender can be done on the additional accumulation account. The full surrender value will be available in respect of on Additional Accumulation Account.

Surrender value will be the balance in Additional Accumulation Account on the date of surrender.

On full partial surrender of Additional Accumulation Account, there will not be any deduction towards surrender penalty.

What if I Discontinue the Premium Payment?

If you discontinue the premium payments before premiums are paid for first two consecutive policy years:

If the payment of premiums is discontinued before premiums are paid for first two consecutive policy years, the policy lapses. The Policy Administration fees will be deducted. The Company will credit Accumulation Rate to the Accumulation Account and Additional Accumulation Account if any at the end of every calendar month and debit the Accumulation Account and Additional Account with the Account Administration fees.

Any additional premiums can not be paid while a policy is in lapsed condition. However, an Additional Accumulation Account already existing on the date of lapse will remain intact.

If a policyholder dies while the policy is in a lapsed condition, the balance in the Accumulation Account and Additional Accumulation Account, if any on the date of intimation of death will be paid.

A lapsed policy can be revived within the revival period (i.e. a period of 5 years from the due date of first unpaid premium or maturity date whichever is earlier). If a lapsed policy is not revived at the end of period of revival, the policy will be terminated.

If at any point of time during the revival period, the balance in Accumulation Account is not sufficient to cover the Policy Administration Fee for the next month, the balance in Additional Accumulation Account will be utilized for meeting the Policy Administration Fee.

If the balances in Accumulation Account and Additional Accumulation Accounts are not sufficient to meet the policy administration fees for the next month, the policy will be terminated.

A terminated policy cannot be reinstated.

Whenever the base policy is terminated, the Additional Accumulation Account will also be terminated by paying the balance in the Additional Accumulation Account to the policyholder.

If you discontinue the premium payments after premiums are paid for two complete policy years:

If the payment of regular premiums is discontinued after the regular premiums for two complete policy years are paid, a policy will be in "Paid-up" status.

Policy Administration fees will be deducted from the Accumulation Account.

At the end of every calendar month, the Company will credit the Accumulation Account and Additional Accumulation Account with the Accumulation Rate and debit the Accumulation and Additional Accumulation Accounts with Account Administration Fees.

Additional premiums cannot be paid while a policy is in paid up condition.

The death benefit under a paid up policy will be the balance in the Accumulation Account and Additional Accumulation Account, if any.

If at any point of time during the revival period, the balance in Accumulation Account is not sufficient to cover the Policy Administration Fee for the next month, the balance in Additional Accumulation Account will be utilized for meeting the Policy Administration Fee.

If the balances in Accumulation Account and Additional Accumulation Accounts are not sufficient to meet the policy administration fees for the next month, the policy will be terminated.

A terminated policy cannot be reinstated.

Whenever base policy is terminated, the Additional Accumulation Account will also be terminated by paying the balance in the Additional Accumulation Account to the policyholder.

A paid up policy can be revived during the revival period (i.e. a period of 5 years from the due date of first unpaid premium or maturity date whichever is earlier). If the policy is not revived during the period of revival, the policy will be terminated by paying the surrender value at the end of revival period

Can I revive my policy?

Yes. You can revive lapsed or paid-up policy by recommencing the payment of premiums at any time within a period of five years from the due date of first unpaid premium but before the maturity date of the policy.

Can I avail a loan under this Policy?

Not Available

15 day free look period:

In the event the policyholder disagree with any of the terms and conditions of the policy, he/she may return the policy to the Company within 15 days of its receipt for cancellation, stating his/her objections in which case he/she shall be entitled to a refund of the premium paid.

Nomination and Assignment

Nominations will be allowed under this plan as per Section 39 of the Insurance Act, 1938. Assignment not allowed under this plan.

General Exclusion

If the life insured, whether sane or insane, commits suicide within 12 months from the date of commencement of this policy or the date of any revival of the policy the company will limit the death benefit to the accumulation account Value and Additional Accumulation Account value, if any.

Tax Benefit

Premiums paid are eligible for tax deduction under the Income Tax Act, 1961 and subsequent amendments. Please note that all benefits payable under the policy are subject to tax laws and other financial enactments as they may exist from time to time. You are recommended to consult your tax advisor.

About us

Reliance Life Insurance offers you products that fulfill your savings and protection needs. Our aim is to emerge as a transnational Life Insurer of global scale and standard.

Reliance Life Insurance Company Limited, a Reliance Capital Company is a part of Reliance - Anil Dhirubhai Ambani Group. Reliance Capital Limited is one of India's leading private sector financial services companies. Reliance Capital Limited has interests in asset management and mutual funds, stock broking, life and general insurance, proprietary investments, private equity and other activities in financial services.

Reliance - Anil Dhirubhai Ambani Group also has presence in Communications, Energy, Natural Resources, Media, Entertainment, Healthcare and Infrastructure.

Prohibition of Rebate: Section 41 of the Insurance Act, 1938 states:

- 1) No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take out or renew or continue an insurance in respect of any kind of risk relating to lives or property in India, any rebate of the whole or part of the commission payable or any rebate of the premium shown on the Policy, nor shall

any person taking out or renewing or continuing a Policy accept any rebate, except such rebate as may be allowed in accordance with the published prospectuses or tables of the insurer.

Provided that acceptance by an insurance agent of commission in connection with a policy of life insurance taken out by himself on his own life shall not be deemed to be acceptance of a rebate of premium within the meaning of this sub-section if at the time of such acceptance the insurance agent satisfies the prescribed conditions establishing that he is a bona fide insurance agent employed by the insurer.

- 2) Any person making default in complying with the provisions of this section shall be punishable with a fine which may extend to five hundred rupees.

Section 45: Policy not to be called in question on ground of mis-statement after two years

- 1) 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 statement made in the proposal 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:
- 2) 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 insured was incorrectly stated in the proposal.

Note: This product brochure gives only the salient features of the plan. For further details on all the conditions, exclusions related to **Reliance Life Traditional Golden Years Plan**, please contact our insurance advisors.

RELIANCE
Life Insurance

All is well™

Reliance Life Insurance Company Limited (Reg. No 121)

Registered Office: H Block, 1st floor, Dhirubhai Ambani Knowledge City,
Navi Mumbai, Maharashtra 400710, India

- Customer Care Number: **1800 300 08181 & 3033 8181**
- Email: rlife.customerservice@relianceada.com
- Website: www.reliancelife.com

UIN for Reliance Life Traditional Golden Years Plan: 121N075V01

Insurance is the subject matter of the solicitation.

ISO 9001:2008

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