

# Reliance Life Highest NAV Guarantee Plan

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no tension



"THIS PRODUCT HAS BEEN WITHDRAWN. IF YOU ARE AN EXISTING CUSTOMER YOU WOULD CONTINUE TO ENJOY YOUR AVAILABLE PRIVILEGES IN THE PRODUCT." DATE OF WITHDRAWAL: 31 / 08 / 10



**RELIANCE** Life Insurance  
Anil Dhirubhai Ambani Group

A Reliance Capital Company

They say "change is the only constant".

When it comes to your life long investments, uncertainty is the only truth.

Reliance Life Highest NAV Guarantee Plan not only provides insurance protection but also introduces certainty to your investments.

All of us have experienced, varying degrees of uncertainty in the value of our investment funds, particularly, over the last two years.

We do not need Warren Buffet or Mark Mobius to tell us - buy when the markets are low and sell when the markets are high.

Surely, you were waiting for the value of your price per unit investments to reach the highest level before you sold and booked your profits.

However, as you waited for the highest point, the market fell a day earlier, or an hour earlier and you are left holding your investment and looking for another high.

The key challenge in achieving your objective "highest level" is, one only knows what is high after the opportunity has passed.

In such a situation, how do you manage your investments and make the best of the opportunity. This aspect becomes even more important in an investment like unit linked life insurance where you may need to stay invested for a defined period of time. Probably, by the time your investment is ready for encashment, the highest level has passed.

"Reliance Life Highest NAV Guarantee Plan" is the answer.

This plan offers you, the opportunity to invest in a new fund namely, "Highest NAV Guarantee Fund".

As with all other investments, the NAV (Net Asset Value) per unit of the "Highest NAV Guarantee Fund" varies over time. However, the critical benefit of this fund is that, Reliance Life Insurance locks the per unit price i.e. NAV per unit of your investments in the "Highest NAV Guarantee Fund" at the highest level ever achieved on or before the maturity, during the policy term.

Your maturity value would be determined at the highest NAV per unit during the policy term.

UNDER THIS PLAN THE INVESTMENT RISK IN THE INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER.

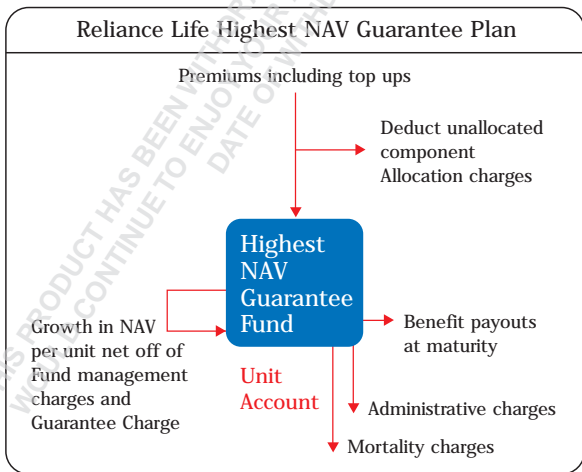
## Key Features

- Enjoy the upside - We guarantee you get the highest NAV per unit ever achieved during the policy term at maturity
- Liquidity through partial withdrawals
- Flexibility to choose from - Regular & Single premium payment options
- Flexibility to pay top-ups
- A host of optional rider benefits to enhance protection cover

## How it works?

Premiums paid by you, after deduction of Premium Allocation Charges are invested into the Highest NAV Guarantee Fund. The units are allocated depending on the price of units for the fund. The Mortality Charges for the sum assured (depending on the age at entry) and Policy Administration Charges are deducted through cancellation of units whereas the Fund Management Charge and Guarantee Charge is priced in the unit value.

This plan offers a guarantee on maturity - equal to the number of units on date of maturity multiplied by the highest NAV during the policy term.



## What are the basic benefits under the plan?

- Life Cover Benefit:
  - If death of the life assured occurs before commencement of risk cover#, the fund value

relating to the basic plan plus Fund value relating to top ups if any as on the date of intimation of death will be paid.

- If death of the life assured occurs after commencement of the risk cover#
  - a) but before the 60th birthday, the higher of I and II, where
    - I. Sum Assured (less all partial withdrawals made from the policy fund during the 24 months prior to the date of death)
    - II. fund value under the basic plan plus the fund value under the top up, if any as on the date of intimation of death.
  - b) on or after 60th birthday, the higher of I or II, where
    - I. Sum Assured (less all partial withdrawals made from the policy fund during the 24 months before attaining 60th birthday and all withdrawals made from the policy fund after attaining 60th birthday)
    - II. fund value under the basic plan plus the fund value under the top up, if any as on the date of intimation of death.

The policy terminates on payment of death benefit.

- **Maturity Benefit:**

On survival of the life assured to maturity, the total fund value on maturity related to the basic plan and top-ups paid is based on the highest NAV during the tenure of the policy. The policy terminates on payment of maturity benefit

The Guarantee on maturity is equal to the number of units on maturity multiplied by the highest NAV during the policy term.

### When does the life cover commence under the plan?

Commencement of risk cover on the Life Assured will depend on the age of the Life Assured on commencement of the policy.

- If age of the Life Assured on commencement of the policy is less than 6 years last birthday, the risk cover on the life of the Life Assured will commence either one year from the date of commencement of the policy or from the policy anniversary falling on or immediately after the sixth birthday of the Life Assured whichever is later
- If age of the Life Assured on commencement of the policy is equal to or more than 6 years last birthday but less than 12 years last birthday then the risk cover

on the Life Assured will commence after one year from the date of commencement of the policy.

- If age of the Life Assured on commencement of the policy is equal to or greater than 12 years last birthday, the risk cover on the Life Assured will commence immediately.

### Where is my money invested?

The premiums you pay regularly throughout the policy term would be invested in a single fund namely, the Highest NAV Guarantee Fund. The instruments underlying this fund are:

Asset category	Asset Allocation %
Equity shares**	0 - 100
Fixed Income securities **	0 - 100
Money Market instruments, bank deposits and mutual funds*	0 - 100
Total	100

\*Note: 1. The investments in MFs (Mutual Funds) categorized as 'approved investments' shall not exceed 5% of the fund size and MFs categorized as 'other investments' shall not exceed 12.5% of the fund size.

2. The maximum of securities under 'other investment' category funds shall be limited to 25% of the assets under management of the fund.

Note: \*\*The asset classes of equity and debt includes equity derivatives and debt derivatives respectively for hedging purposes, as and when allowed by the IRDA.

### What is the aim of this fund?

The objective of the fund is to offer guarantee of maturity value, in an equity oriented fund, at the highest NAV achieved during the tenure of the policy.

### What is the risk in the investments in this fund?

The risk appetite of the investment in this fund is defined as moderate to high.

### How is the guarantee of highest NAV per unit achieved?

The objective of protecting the highest NAV shall be achieved by initially investing the entire corpus in equities and dynamically shifting between equities and fixed income securities depending on equity market movements. The allocation between equity and debt will be dynamically and continuously managed depending upon the prevalent market conditions, hence maintain the highest NAV level during that entire policy period.

## When is the guarantee applicable?

The highest guaranteed NAV per unit will be applicable:

- for those investors who remain invested in the fund till the maturity date (close-date).

## When is the guarantee not applicable?

The highest guaranteed NAV per unit will not be applicable:

- if at least three, annualized, due premiums, have not been paid and the policy is not revived
- if at least three, annualized, due premiums, have been paid and the policy is not revived and the policyholder has not opted for continuance of policy till the end of the revival period
- if policy contract has been surrendered
- under death claim
- at the time of payment of any claim other than a maturity claim.
- during Settlement option

## What are the various Rider options, available under the plan?

The following optional riders are available on payment of additional premium over and above the basic premium provided conditions on riders (entry age, policy term, sum assured) are satisfied. These rider benefits can be selected on commencement of the policy or on any policy anniversary during a policy term.

The sum of rider premiums should not exceed 30% of the premiums paid under Basic Plan.

When the basic plan terminates, all the rider benefits attaching to the basic plan will also terminate.

1. **Reliance New Major Surgical Benefit Rider:**  
Provides lump sum amount to cover surgical expenses from a list of 33 surgeries including Open Heart surgery, Kidney Transplant, Cornea transplantation, Transplant of Lungs and many more.
2. **Reliance New Critical Conditions (25) Rider:**  
Provides lump sum amount to take care of 25 critical conditions including Cancer, Heart Attack, Paralysis, Major Organ transplant and many more.
3. **Reliance Term Life Insurance Benefit Rider:**  
Provides additional death benefit depending on the sum assured selected under the rider.
4. **Reliance Accidental Death and Total and Permanent Disablement Rider:** Provide additional death/disability benefit if the death/disability occurs as a result of an accident. Also, the Waiver of Premium benefit under the rider continues the plan in case of disability.

The rider benefit is available only with Regular premium payment policies.. The Sum assured under the rider can not be higher than the sum assured under the basic plan.

Note: Please refer to the rider brochure on rider benefits for more details.

### Do I have an option to pay lump sum additional premium/s?

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Pay top-ups:

If you have received a bonus or some lump sum money you can use that as a top-up to increase the investments component in your Policy. Top-ups can be accepted only where the due basic regular premiums are paid up to date. The total top-up premiums at any point in time will not exceed 25% of the total regular premiums paid till that time. The minimum top-up premium at any time is Rs.2,500. Payment of top-ups would not result in increase in sum assured.

In case of single premium policies total top-up premiums at any point in time will not exceed 25% of the single premium paid.

### When and how much can I withdraw?

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Partial Withdrawals:

You are allowed to make partial withdrawals after 3 years from inception. There would be a 3-years lock-in period on the top-ups for the purpose of partial withdrawals. The lock-in on top-ups shall apply from the date of payment of each top-up. However, this condition will not apply if top ups are paid during the last three years before the maturity.

All partial withdrawals made shall be allowed from the top-up account as long as top-up account supports partial withdrawals (i.e. the total top-up balance amount). Partial withdrawals with respect to basic plan shall only be counted for the purpose of adjusting the base sum assured to be payable on death as detailed below.

The minimum amount of partial withdrawal is Rs. 5000 and the maximum partial withdrawal amount should not exceed 20% of the fund value at the time of withdrawal.

However, at any point of time during the policy term, the minimum fund balance after the partial withdrawal should be at least equal to 125% of the annualised premium or 50% of the Single premium.

The Highest NAV Guarantee is not available in case of partial withdrawals. The partial withdrawal value will be paid at the prevailing NAV.

On a partial withdrawal while your age is less than 60 years last birthday, the Sum Assured under the Basic Plan will be reduced by the amount of partial withdrawals made in the preceding 24 months of the date of partial

withdrawal. On a partial withdrawal while your age is equal to or greater than 60 years last birthday, the Sum Assured under the Basic Plan will be reduced by the amount of partial withdrawals made in the 24 months preceding the 60th birthday of the policyholder and all partial withdrawals after the 60th birthday.

In case the policy is taken on the life of the minor, partial withdrawals shall not be allowed until the life assured completes 18 years of age.

Plan limits under the plan:

Basic Plan	Minimum	Maximum
Age at Entry	30 days	65 years last birthday
Age at Maturity	10 years last birthday	75 years last birthday
Policy Term	Fixed term of 10 years	
Premium Paying Term	Regular Premium-Premium paying term EQUAL to Policy term	
Minimum Premium (Regular)	Rs. 20,000/- under yearly mode, Rs. 10,000/- under half-yearly mode, Rs. 5,000/- under quarterly mode and Rs. 2,000/- under monthly mode.	
Minimum Premium (Single)	Rs. 30,000/-	

Sum Assured limits under the plan:

a) Minimum Sum Assured :

For Regular premium payment option, the minimum sum assured is 5 times of the Annualised premium.

For Single premium payment option, the minimum sum assured is 110% of the Single Premium amount.

b) Maximum Sum Assured:

The maximum sum assured for Regular premium payment option depends on age at entry.

Age at entry (years- last birthday)	Maximum Sum Assured
30 days to 40	30 times of Annualised Premium
41 to 45	20 times of Annualised Premium
46 to 50	15 times of Annualised Premium
51 to 55	10 times of Annualised Premium
56 and above	5 times of Annualised Premium

The Maximum Sum Assured for Single premium payment option is stated below:

Age at entry (years-last birthday)	Maximum Sum Assured as multiples of Single Premium
30 days to 45	6 times of Single Premium
46 and above	2 times of Single Premium

### What happens if I am unable to pay my regular premiums?

If you are unable to pay due regular premiums within the grace period during the first three policy years:

- your death cover will cease effective the due date of the first unpaid premium.
- all rider covers if any will cease effective the due date of first unpaid premium.
- the policy shall continue to participate in the investment performance of the fund.
- we will not deduct rider premium charges (if any) and mortality charges
- we will continue to levy the policy administration charges and fund management charge and guarantee charge.
- you will be allowed a period of 2 years for revival of you policy by paying due premium(s)
- should the fund value fall below the sum total of all charges due, your policy would be compulsorily terminated and fund value forfeited.

If you have paid due regular premium(s) for at least first three policy years and subsequently you are unable to pay due regular premiums within the grace period:

- all rider covers if any will cease effective the due date of first unpaid premium.
- you would be allowed a period of two years for revival of your policy by paying due premium(s)
- we will not deduct rider premium charges (if any), mortality charges.
- we will continue to levy the mortality charges, policy administration charges, fund management charges and guarantee charges.
- you will be allowed a period of two years for revival of your policy by paying due premium(s)
- you may opt to continue the policy beyond the revival period. The Highest NAV Guarantee will continue until the fund value reaches an amount equal to one annualized premium plus surrender charges, if any

- Should the fund value equals one annualized premium plus surrender charges, the policy would be terminated and surrender value paid out.

## Revival Period

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You have the flexibility to revive your policy by payment of due premium(s) at any time within a revival period of 2 years from the due date of first unpaid premium but before the maturity date of the policy subject to satisfactory medical and financial underwriting.

If you revive the basic plan, you may revive the riders by paying the arrears of premiums with interest at the prevailing rate of interest. The current rate of interest is 9.0% p.a. This will be subject to satisfactory medical and financial underwriting.

## What if I want to discontinue the Policy?

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You may surrender your Policy at any time after three policy anniversaries. The surrender value will be available after this period. The surrender value will be fund value less surrender charge as mentioned below under the section on Charges under the policy.

Under top up and single premium policies, the surrender value and partial withdrawal value will be payable on completion of three years from the date of payment of top up or single premium. The condition of three year lock in will not apply if the top-up premiums are paid during the last three years of the contract. The surrender charge or partial withdrawal charge is not applicable on top-up and single premium. The surrender value and partial withdrawal value is therefore equal to the fund value under the top-ups and single premium policies. Whenever the Basic Plan is surrendered in full, the surrender value of any attaching top up will also be paid even if a period of three years has not elapsed from the date of payment of top up.

The Highest NAV guarantee is not available in case of surrenders.

## Options available under the plan

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**Exchange option:** This option is available for existing policyholders of Reliance Life Highest NAV Guarantee Plan after completion of three policy years from the date of commencement. Under this option, the policy holder can transfer policy benefits (surrender, maturity etc.) to another plan wherein exchange option is available. This option must be exercised at least 30 days before the receipt of benefit under the policy. The terms and conditions as specified in the opted policy document would apply to the policy holder opting for the 'Exchange Option'.

If a policyholder is opting for Reliance Life Highest NAV Guarantee Plan under exchange option, the allocation

charge in year of exchange will be 5% of the annualised premium.

Regular allocation charges would apply to the balance of the policy term.

If the exchange option is used to pay top ups in the Reliance Life Highest NAV Guarantee Plan, the allocation charge in the year exchange will be 1% of the top up amount.

The Highest NAV Guarantee won't be applicable, if a policyholder wants to transfer policy benefits to any other plan from Reliance Life Highest NAV Guarantee plan before the maturity date.

#### Settlement Options:

You have the option to take the maturity proceeds in periodic installments within a maximum of 5 years from the date of maturity. You have to give a notice to the insurer at least 30 days before the maturity date. The periodic installment could be in any form including lump sum or infrequent withdrawals as requested by you.

During this period, there will be no life cover. The policy will participate in the performance of units.

The Highest NAV guarantee will not apply after the policy matures and under settlement option, if opted for.

The Company will however continue to deduct administration charges by cancellation of units. The fund management charge will be priced in the unit value.

In the event of death during settlement period the fund value as on the date of intimation at the office will be paid to the nominee.

During the settlement period, the investments made in the unit fund is subject to investment risks associated with capital markets and the NAVs of the units may go up or down based on the performance of the fund and the factors influencing the capital market.

The investment risk during the settlement period will be borne by the policyholder.

For those policy holders opting for the settlement option, New Fund C would apply by default, irrespective of the age of the policy holder.

Fund Name	Investment Objectives	Asset Category	Asset Allocation Range (%)	Target (%)
New Fund C (Available during settlement option only)	The investment objective of the fund is to provide investment returns that exceed the rate of inflation in the long term while maintaining low probability of negative returns in the short term. The risk appetite is defined as 'low to moderate'.	Money market instruments incl. liquid mutual funds and bank deposits	0-100	0
		Debt Securities	0-100	80
		Equities	0-20	20

## Tax benefits

Premiums paid and benefits received will be eligible for tax benefits as per applicable tax laws.

As per the current tax laws:

- Premiums payable are eligible for tax benefits as per Section 80C of the Income Tax Act.
- Partial Withdrawals, Surrender Value, Death Benefit and Maturity Benefit are eligible for tax benefits as per Section 10(10D) of the Income Tax Act.
- Premiums paid towards health related rider benefits if chosen are eligible for income tax benefit under section 80 D of the Income Tax Act.

You are recommended to consult a tax advisor.

## What are the charges under the plan?

The various charges under this plan are:

Premium allocation charge:

Premium allocation charge is deducted from the installment premiums as they are paid. This charge is deducted from the premium before allocating i.e investing the balance to your unit account.

The premium allocation charges as a percentage of the regular installment premiums for the various policy years is as follows:

Policy year	Allocation Charge (as % of annualised premium)	Reduced Allocation Charge (as % of annualised premium) - For policies sold through direct marketing, Internet
For Regular premium		
1st year	20%	5%
2nd & 3rd year	3%	0%
4th & 5th year	2%	0%
6th year & onwards	1%	0%
For Single premium & Top Up Premium	2%	1%

Premium for rider benefits (if you have opted for rider/s)

Premium for rider benefits will be collected over and above the premium under Base Plan.

Policy administration charge:

Policy administration charge is a fixed charge deducted from the fund by cancellation of units on a monthly basis.

The policy administration charge under this plan is Rs. 40/- per month per policy.

### Fund Management Charge:

The Fund Management charges will be priced in the unit price of each Fund on a daily basis. This will result in the adjustment of NAV.

The Fund Management Charge for the:

Highest Guarantee Fund is 1.35% p.a.

New Fund C is 1.30% p.a. (Available during settlement option only, if opted for).

Charge for Highest NAV Guarantee on Maturity:

The Highest NAV Guarantee Charge of 0.15% p.a of the Fund value will be priced in the unit price of Highest NAV Guarantee Fund on a daily basis. This will result in the adjustment of NAV.

Mortality charge:

This charge will apply for all policies after commencement of risk

The mortality charges will vary depending on:

- The amount of life insurance cover
- The attained age of life assured
- The occupation of the life assured
- The health of the life assured

The standard mortality charges per annum under this policy per Rs 1000/- sum assured are given below:

These mortality charges will be deducted on a monthly basis at the beginning of each monthly policy anniversary using 1/12th of the mortality rates.

Surrender and Partial Withdrawal Charge:

These will apply on the Fund Value at the time of full or partial surrender from the basic plan.

Year of surrender	Surrender Charge and Partial Withdrawal charge as percentage of fund value to be surrendered/withdrawn from the basic policy
1 to 3	Surrender Value not available
4	20%
5	10%
6 & over	Nil

Note: The surrender charge is not applicable on top-up premium units and on single premium policies.

Service Tax:

The service tax will be levied on Fund Management Charge, Allocation charges, Mortality charge, Policy administration charge, Charge for Highest NAV Guarantee and on the Rider Premium. The level and

amount of this charge will be as declared by the Government from time to time. The current rate of service tax is 10.30% (Service tax of 10% along with education cess of 3%).

### Charges/Taxes/Levies levied by the Government in Future

In future the Company may decide to pass on any additional charges/taxes levied by the governmental or any statutory authority to the policyholder. Whenever the company decides to pass on the additional charges to the policy holder, the method of collection of these charges shall be informed to them.

Mortality charge, Policy Administration charge, and Service tax on these charges will be recovered by cancellation of units at the prevailing unit price.

### Revision of charges

The revision in charges as mentioned below (except service tax charge including education cess) will take place only after obtaining specific approval of the IRDA. A notice of three months will be given to the policyholders before any increase in the charges. The service tax charge (including education cess) will be revised as and when notified by the Government.

If the policyholder does not agree with the modified charges, he/she shall be allowed to withdraw the units in the plans at the then prevailing unit value after paying surrender charge if any and terminate the Policy.

The policy administration charge may be increased up to Rs 80 per month per policy. The Highest NAV Guarantee Charge may be increased up to 1% per annum.

The surrender and partial withdrawal charges, premium allocation charges and mortality charges are guaranteed throughout the policy term.

The premium rates under Reliance Term life Insurance Benefit Rider and Reliance Accidental Death and Total and Permanent Disablement Rider are guaranteed throughout the policy term.

The premium rates for Reliance New Major Surgical Benefit Rider and Reliance New Critical Conditions (25) Rider, once applied on any policy, will be guaranteed for the first three years of the policy. After three years period, the Company may change the premium rates with three months prior notice subject to the IRDA approval. Such revised rates would be effective on all in-force policies and new policies sold.

**Nomination:** Nominations will be allowed under this plan as per Section 39 of the Insurance Act, 1938.

**Assignment:** Assignment will be allowed under this plan as per section 38 of the Insurance Act, 1938.

## How safe is your investment

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Unit Linked Life Insurance products are different from the traditional insurance products and are subject to the risk factors.

1. The premiums paid in unit linked insurance policies are subject to investment risks associated with capital markets and NAVs of the units may go up or down based on the performance of the fund and factors influencing the capital markets and the policyholder is responsible for his/her decisions. However there is a guarantee on maturity which is equal to the number of units on maturity multiplied by the highest NAV during the policy term.
2. "Reliance Life Insurance Company Limited" is the name of the company and "Reliance Life Highest NAV Guarantee Plan" is only the name of the policy and does not in any way indicate the quality of the policy, its future prospects or returns.
3. The names of the Fund Option do not in any manner indicate the quality of the Fund Option or their future prospects or returns.
4. Investments in Units are subject to market and other risks. Investment risk in investment portfolio is borne by the Policyholder. There is no assurance that the objectives of the Fund Option shall be achieved;
5. The Unit Price of the Units may fluctuate depending on factors and forces affecting the capital markets and the level of interest rates prevailing in the market;
6. Past performance of the Fund Option is not indicative of future performance of any of those Fund.
7. All Benefits payable under this Policy are subject to tax laws and other fiscal enactments in effect from time to time.
8. The Company reserves the right to suspend the Allocation, reallocation, cancellation under extraordinary circumstances such as extreme volatility of assets, extended suspension of trading on stock exchange, natural calamities, riots and other similar events or force majeure circumstances.

## Definitions / Other Terms & Conditions :

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Free look:

In the event the policyholder disagrees 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 the company will refund an amount equal to the non allocated premium plus the charges levied by cancellation of units plus fund value as on the date of receipt cancellation less proportionate risk premium for the period the company has been on risk, less the guarantee charges,

less the expenses incurred by the company on medical examination of the life assured and less the stamp duty charges. The Highest NAV Guarantee is not applicable if policyholder opts for cancellation during free look period.

#### Unit pricing & Cut-off Timings:

**Value of Units:** The unit price of each Fund will be the unit value calculated on a daily basis.

Total Market Value of assets plus/less expenses incurred in the purchase/sale of assets plus Current Assets plus any accrued income net off of fund management and guaranteed charges less Current Liabilities less Provision

Unit Value =  $\frac{\text{Total Market Value of assets plus/less expenses incurred in the purchase/sale of assets plus Current Assets plus any accrued income net off of fund management and guaranteed charges less Current Liabilities less Provision}}{\text{Total Number of units on issue (before any new units are allocated/ redeemed)}}$

#### Cut-off Timings

- a) Uniform cut-off timings for applicability of Net Asset Value:

The allotment of units to the policyholder should be done only after the receipt of premium proceeds as stated below:

- b) Allocations (premium allocations, switch in)

In case of new business, units shall be allocated on the day proposal is completed and results into a policy by adjustment of application money towards premium.

In the case of renewal premiums, the premium will be adjusted on the due date, whether or not it has been received in advance. (This assumes that the full stipulated premium is received on the due date.)

Renewal premiums received in advance will be kept in the deposit account and will not earn any returns until the renewal premium due date on which the same will be applied to the unit fund.

- i) In respect of renewal premiums received up to 3.00 p.m. by the insurer along with a local cheque or a demand draft payable at par at the place where the premium is received, the closing NAV of the day on which premium is received shall be applicable.
- ii) In respect of renewal premiums received after 3.00 p.m. by the insurer along with a local cheque or a demand draft payable at par at the place where the premium is received, the closing NAV of the next business day shall be applicable.
- iii) In respect of renewal premiums received with outstation cheques/demand drafts at the place where the premium is received, the closing NAV of the day on which cheques/demand draft is realized shall be applicable.

- iv) For advance renewal premium the closing NAV of the due date is applicable.

Any amount less than the due stipulated regular premium payable stated in the contract will not be accepted.

a) Redemptions:

- i) In respect of valid applications received (e.g. surrender, maturity claim, switch out etc) up to 3.00 p.m. by the insurer, the same day's closing NAV shall be applicable.
- ii) In respect of valid applications received (e.g. surrender, maturity claim, switch out etc) after 3.00 p.m. by the insurer, the closing NAV of the next business day shall be applicable.

## Fund Valuation

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The value of the fund will be equal to the no of units multiplied by the Net Asset Value (NAV) of each unit in the fund.

The computation of NAV will be based on whether the Company is purchasing (appropriation price) or selling (expropriation price) the assets in order to meet the day to day transactions of unit allocations and unit redemptions i.e. the Company shall be required to sell/purchase the assets if unit redemptions/allocations exceed unit allocations/redemptions at the valuation date.

The Appropriation price shall apply in a situation when the company is required to purchase the assets to allocate the units at the valuation date. This shall be the amount of money that the company should put into the fund in respect of each unit it allocates in order to preserve the interests of the existing policyholders.

The Expropriation price shall apply in a situation when the company is required to sell assets to redeem the units at the valuation date. This shall be the amount of money that the company should take out of the fund in respect of each unit it cancels in order to preserve the interests of the continuing policyholders.

### Computation of Net Asset Value (NAV):

When Appropriation price is applied: The NAV for a particular fund shall be computed as: Market value of investment held by the fund plus the expenses incurred in the purchase of the assets plus the value of any current assets plus any accrued income net of fund management charges and guarantee charge less the value of any current liabilities less provisions, if any. This gives the net asset value of the fund. Dividing by the number of units existing at the valuation date (before any new units are allocated), gives the unit price of the fund under consideration.

When Expropriation price is applied: The NAV for a particular fund shall be computed as: Market Value of

investment held by the fund less the expenses incurred in the sale of the assets plus the value of any current assets plus any accrued income net of fund management charges and guarantee charge less the value of any current liabilities less provisions, if any. This gives the net asset value of the fund. Dividing by the number of units existing at the valuation date (before any units are redeemed), gives the unit price of the fund under consideration.

In case the valuation day falls on a holiday, then the exercise will be done the following working day.

We reserve the right to value less frequently than daily in extreme circumstances, where the value of the assets may be too uncertain. In such circumstances we may defer valuation of assets until normality returns. Examples of such circumstances are:

- a) When one or more stocks exchanges which provide a basis for valuation for a substantial portion of the assets of the fund are closed otherwise than for ordinary holidays
- b) When, as a result of political, economic, monetary or any circumstances out of our control, the disposal of the assets of the unit fund are not reasonable or would not reasonably be practicable without being detrimental to the interests of the remaining unit holders.
- c) During periods of extreme volatility of markets during which surrenders and switches would, in our opinion, be detrimental to the interests of the existing unit holders of the fund.
- d) In the case of natural calamities, strikes, war, civil unrest, riots and bandhs.
- e) In the event of any force majeure or disaster that affects our normal functioning.
- f) If so directed by the IRDA.

### Suicide exclusion

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In case the life assured commits suicide within one year of the date of commencement / revival of the policy, the amount payable would be the fund value.

### Grace period

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A grace period is 30 days from the due date for payment of Regular premiums, for the yearly, half yearly and quarterly modes and 15 days for the monthly mode is allowed under the policy.

### Under what conditions would my policy be terminated?

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Your policy terminated under the following conditions:

- the fund value under the policy is insufficient to pay for the charges due within three years.

- the fund value equals one annualized premium plus surrender charges, if any at anytime after payment at least three annualised premiums have been paid.
- due premiums are not paid during the first three policy years and the policy is not revived before the end of the revival period.
- a maturity claim or a death has been paid.
- policy is surrendered and surrender value has been paid

### Foreclosure of Fully paid Up Policies

In case of fully paid up policies (single premium policies), and policies under which the premium is being paid, if

- the fund value is less than the mortality and policy administration charge for that month, the policy will be foreclosed by paying the fund value

### 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.

Reliance Life Insurance is a licensed life insurance company registered with Insurance Regulatory & Development Authority (IRDA) Registration No. 121.

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

## Appendix

The Mortality charges for Rs.1000 Sum Assured per annum are as follows:

Age last birthday	Mortality charge per 1000 Sum Assured	Age last birthday	Mortality charge per 1000 Sum Assured	Age last birthday	Mortality charge per 1000 Sum Assured
6	0.468	31	1.423	56	11.836
7	0.480	32	1.468	57	12.791
8	0.480	33	1.532	58	13.786
9	0.468	34	1.617	59	15.014
10	0.498	35	1.721	60	16.478
11	0.588	36	1.845	61	18.177
12	0.708	37	1.988	62	20.110
13	0.818	38	2.152	63	22.277
14	0.890	39	2.351	64	24.679
15	0.956	40	2.580	65	26.603
16	1.018	41	2.799	66	29.005
17	1.075	42	3.012	67	32.664
18	1.128	43	3.260	68	36.717
19	1.176	44	3.565	69	41.200
20	1.219	45	3.929	70	46.150
21	1.258	46	4.352	71	51.609
22	1.292	47	4.835	72	57.619
23	1.322	48	5.377	73	64.226
24	1.347	49	5.978	74	71.479
25	1.367	50	6.638	75	79.430
26	1.384	51	7.357	76	88.132
27	1.395	52	8.135	77	97.640
28	1.402	53	8.973	78	108.013
29	1.404	54	9.870	79	119.310
30	1.405	55	10.826	80	131.594

1. Monthly rates are 1/12th of the annual rates and there is no frequency loading.
2. Mortality charges will be different for sub standard lives.

## RELIANCE Life Insurance

Anil Dhirubhai Ambani Group

Reliance Life Insurance Company Limited (Reg. No 121)

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- Email: [rlife.customerservice@relianceada.com](mailto:rlife.customerservice@relianceada.com)
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UIN for Reliance Life Highest NAV Guarantee Plan: 121L072V01,  
Reliance New Critical Conditions (25) Rider: 121C012V01,  
Reliance New Major Surgical Benefit Rider: 121C014V01,  
Reliance Term Life Insurance Benefit Rider: 121C009V01,  
Reliance Accidental Death & Total and Permanent Disablement Rider: 121C002V01

Insurance is the subject matter of the solicitation.

ISO 9001:2000  
CERTIFIED COMPANY