

# SAFEGUARD THEIR PRECIOUS SMILES WITH ASSURED MONTHLY INCOME.

A term plan which helps you secure your family's financial future in your absence.

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IDBI Federal Life Insurance

## **Income Protect Plan**

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A non-linked non-participating  
Term Insurance Plan

UIN: 135N067V02



# Introduction

Introducing, IDBI Federal Life Insurance Income Protect Plan (UIN 135N067V02)

You do everything you can for your family and loved ones. Their dreams are invaluable to you, and also to us at IDBI Federal Life Insurance.

Life is a series of unpredictable events and financial security for such events is extremely important. You might find it difficult to keep up with the pace of life but we know you would do anything to protect the ones you love and we are fully equipped to help.

Let your life take its own course with you being at ease. **With IDBI Federal Life Insurance Income Protect Plan** (hereinafter referred to as Income Protect Plan) you can safeguard your family's interests and always ensure that they are financially secured.

The Income Protect Plan is a smart way to ensure that your monthly income continues when your family needs it the most. Don't just aspire to give your loved ones a comfortable life; but responsibly, empower them to live a life and lifestyle of their choice.

## Key Benefits of the Income Protect Plan:

### Give financial protection to your family with life cover:



With Income Protect Plan you can be assured about your family's financial security with a life insurance cover. In this plan, your nominee will receive:

- ◆ **Lump sum benefit** to take care of the immediate expenses
- ◆ **Increasing Monthly Income Benefit** to help manage the regular expenses of your family, in your absence

### Flexibility to choose Premium payment term:



As per your convenience, you can choose the most suitable option of premium payment i.e. 10, 15 or 20 years.

## Select Policy term to suit your financial needs:



With age, your responsibilities and liabilities also keep changing. This is why; we have built flexibility into the policy term of the plan. You can opt for any term between 10 years and 30 years.

## Tax benefits# on premiums paid and benefits received:



You may be eligible for tax benefits (u/s 80C) for the premiums paid, and (u/s 10 10D) for the benefits received under the policy as per prevailing tax laws.

#Tax Benefits are as per the Income Tax Act, 1961 and are subject to changes in the tax laws from time to time. IDBI Federal Life Insurance Company Ltd. does not assume responsibility on tax implication. Please consult your own tax consultant to know the tax benefits available to you.

## Eligibility:



<b>Age at entry of life insured</b> (last birthday)	Min	25 years
	Max	60 years
<b>Age of the life insured at maturity</b> (last birthday)	Max	70 years
<b>Monthly Income at inception</b> (in multiple of 5,000)	Min	₹ 15,000/- per month
	Max	No limit, subject to UW
<b>Policy Term</b>	Min	10 years
	Max	30 years
<b>Premium Payment Term</b>	Regular / Limited Options	10/15/20 years
<b>Premium Frequency</b>	Fixed	Yearly and Monthly <sup>1</sup>

<sup>1</sup> A modal loading factor of 0.09 for monthly mode is applicable.

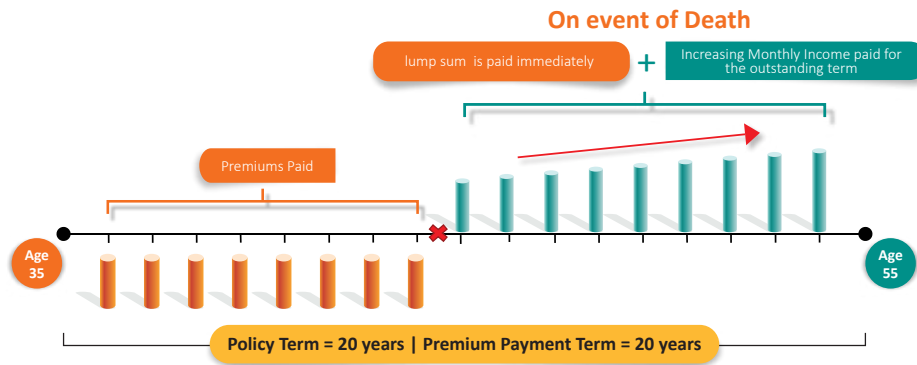
# How does the plan work?



The insured person chooses the Monthly Income, Policy term, Premium Payment Term and frequency of the premium payment. Depending upon these parameters, the gender and age of the insured person, the premium amount is decided. At the unfortunate demise of the insured person during the term of the policy, the death benefit is paid to the beneficiary.

**You can now customise your plan in three easy steps:**

- Step #1:** Decide the Monthly Income for your family
- Step #2:** Select the Policy Term (PT)
- Step #3:** Select Premium Payment Term (PPT)



## Illustration

Mr. Uttam Agarwal - 35 years old (healthy male), is working as an engineer with an automobile company at Pune. His wife is a homemaker and his 5 year old daughter has just started her school studies. Since he is the only earning member in the family, he wants to buy a life insurance plan where in his absence the monthly income continues for a next few important years, so that his family is financially stable. He wanted to have a monthly income of minimum ₹25,000 in his absence, so he chose to purchase IDBI Federal Life Insurance Income Protect Plan with the monthly income of ₹25,000 for 20 years of Policy Term and Premium Payment term. His annual premium would be ₹9,888/- (excluding Goods and Services tax and cess as applicable) for this plan.

God Forbid, if Mr. Agarwal dies during the 10th policy year during the policy term, he will get 12 times of his monthly income as on date of death i.e. ₹4,35,000 instantly and monthly income from next month of ₹36,250\* for the outstanding policy term subject to a minimum of 5 years, increasing at a simple rate of 5% every year. With this policy, he is reassured that his family's lifestyle is guarded with the inflow of increasing monthly income and they can pay their immediate liabilities with the Lump sum payment.

\*Monthly Income at Inception of Rs. 25,000/- increases at a simple rate of 5% p.a. for 9 years.

$$\begin{aligned} \text{Increased Monthly Income} &= 25,000 + (25000 \times 5\% \times 9 \text{ years}) \\ &= 36,250 \end{aligned}$$

## Death benefit



On death of the insured person, provided the policy is in force and all due premiums have been paid in full; the beneficiary would be paid the Death Benefit as illustrated below:

- ◆ **Lump sum Benefit:** 12 times of Monthly Income as on the date of death.
- ◆ **Increasing Monthly Income Benefit:** Monthly Income as on the date of death will be paid for the outstanding policy term subject to a minimum of 5 years, increasing at a simple rate of 5% every year. It will continue to increase annually at same rate after Policy Term in case Increasing Monthly Income Benefit paid beyond the policy term. Increasing Monthly Income Benefit cannot be commuted as a lump sum.

### Death Benefit will be subject to higher of:

The total of Lump Sum Benefit and Increasing Monthly Income Benefit shall not be less than highest of:

- ◆ 10 times of Annualized Premium,
- ◆ 105% of Total Premiums Paid as on date of death,
- ◆ Minimum Guaranteed Sum Assured on Maturity (Maturity Sum Assured),
- ◆ Any absolute amount assured to be paid on death.

Where,  
Annualized Premium shall be the premium amount payable in a year chosen by the policyholder, excluding the taxes, rider premiums, underwriting extra premiums and loadings for modal premiums, if any. The product offers Annual and Monthly mode of premium payment.

Total Premiums Paid for this purpose shall be total of all the premiums received, excluding any extra premium, rider premium and taxes.

Maturity Sum Assured is Nil.

Any absolute amount assured to be paid on death is 10 times the Premiums payable per annum including underwriting loadings, if any, but excluding Goods and Services Tax and cess as applicable, if any  
On payment of Death Benefit, the policy will terminate and all rights, benefits and interests under the policy will stand extinguished.

## Maturity benefit



Since this is a term insurance plan, there is no Maturity Benefit under this policy.

## Grace period:



The plan allows for a grace period of 30 days for the yearly mode and 15 days for the monthly mode of payment from the date of the last unpaid premium. The policy will remain in force during the grace period and benefits under this policy will be payable.

If the insured person dies during the grace period and before payment of the premium then due, the death benefit will be paid to the beneficiary after deduction of said premium. If premium is not paid beyond the grace period, the policy shall lapse and no benefits will be payable.

## Surrender Value:



No surrender value payable under this plan, however for limited pay policies in case of exit of Policyholder after payment of premiums for at least three consecutive years, unexpired premiums as mentioned below will be paid and policy will terminate.

Unexpired Premiums will be calculated as:

$70\% \times \text{Premiums Paid till date of surrender (including underwriting loadings, if any but excluding Goods and Services Tax and cess as applicable, if any)} \times \left( \frac{[\text{Policy Term} - \text{Premium Payment Term}]}{\text{Policy Term}} \right) \times \left( \frac{\text{Unexpired Policy Term in months}}{\text{Total Policy Term in months}} \right)$

## Lapse:



In case of non-payment of due Premiums within the grace period, the policy shall lapse and no benefits are payable. For Limited Pay policies, In case of non-payment of due Premiums during first three policy years within the grace period, the policy shall lapse and no benefits are payable.

## Revival:



A policy which has lapsed or paid up may be revived subject to the following conditions:

- An application for revival is made within 5 years from the date of the first unpaid premium.
- The insured person has furnished satisfactory evidence of health and other requirements as per the Company's board approved underwriting guidelines at that time. Medical tests, if required, have to be borne by the Policyholder at his own cost.

- The arrears of premium together with interest, at such rate as decided by the Company from time to time, are received along with the revival application. Interest rate applicable shall be 3% + annualized yield on 10 year Government security. Annualized Yield on 10 year Government security is sourced through FBIL. Any change in this formula and basis to set interest rates shall be made with prior approval of the Authority. The current rate of interest applicable from 1<sup>st</sup> August, 2019 is 10.05% per annum basis 10 years G-sec rate as on 30<sup>th</sup> June, 2019. Interest rate shall be compounded quarterly. The interest rate shall be reviewed every 6 months. The same will be reset every year on 1<sup>st</sup> February and 1<sup>st</sup> August.

Once a policy has been revived, thereafter the policy is entitled to receive all benefits. If the policyholder has not revived a lapsed policy within 5 years from the date of the first unpaid premium, the premiums already received by us are forfeited and the policy cannot be revived thereafter. For Limited Pay policies, if the policy holder has not revived a lapsed policy within 5 years from the date of the first unpaid premium, unexpired premiums as applicable will be paid and the policy cannot be revived thereafter. In case death of Life Assured during the revival period, unexpired premiums as applicable will be paid and the policy will terminate.

## Paid-up value (Non forfeiture):



Paid-up is not applicable under this plan.

## Alterations:



No change in the Monthly Income, Premium Amount, Premium Payment Term and Policy Term is allowed during the term of the policy.



## Free Look Period:

Policyholder is entitled to a free look period of 15 days from the date of receipt of the policy document to review the terms and conditions of the policy. In case policyholder does not agree with any of the terms and conditions, he/she has the option to return the policy to us for cancellation by communicating the same in writing, stating the reasons for objections. We will refund the premium amount after deducting the proportionate premium for the cover provided during that time plus any medical examination cost and stamp duty charges incurred by us in respect of the policy. All the benefits under the policy will stand extinguished immediately on the cancellation of the Policy under the free look. For electronic policies and the policies solicited through Distance mode\*, free-look period of 30 days from the date of receipt of your policy document is applicable.

\*Distance mode includes every activity of solicitation (including lead generation) and sale of insurance products through the following modes:

- ◆ Voice mode, which includes telephone-calling.
- ◆ Short Messaging Service (SMS).
- ◆ Electronic mode which includes e-mail and interactive television (DTH).
- ◆ Physical mode which includes direct postal mail, newspaper and magazine inserts.



## Assignment and Nomination:

### **Assignment:**

As per Section 38 of the Insurance Act, 1938 as amended from time to time, refer Annexure to Policy Document.

### **Nomination:**

As per Section 39 of the Insurance Act, 1938 as amended from time to time, refer Annexure to Policy Document.



## Statutory information



### Loans:



No policy loan is available under this plan

### Suicide Exclusion:



In case of death due to suicide within 12 months from the date of commencement of risk under the policy or from the date of revival of the policy, as applicable, the nominee or beneficiary of the policyholder shall be entitled to at least 80% of the total premiums paid till the date of death or the surrender value available as on the date of death whichever is higher, provided the policy is in force.

Total Premiums Paid means total of all the premiums received, excluding any extra premium, any rider premium and taxes.

## Policy Document:



This brochure gives only the salient features of the IDBI Federal Life Insurance Income Protect Plan. It uses easy-to-understand language to explain the features. Your plan is governed only by the full legal terms, conditions and exclusions as contained in the policy document. IDBI Federal Life Insurance Income Protect Plan is a non-linked non-participating Term Insurance plan UIN 135N067V02 and no benefits other than those indicated in this brochure are payable. The product is underwritten by IDBI Federal Life Insurance Company Limited (IRDAI Regn. No 135; Corporate Identity Number (CIN) - U66010MH2007PLC167164) having its registered office at: IDBI Federal Life Insurance Company Limited, 22nd Floor, A Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel – East, Mumbai – 400013. Website: [www.idbifederal.com](http://www.idbifederal.com). Toll Free: 1800209 0502. Trade Logo displayed above belongs to IDBI Bank Limited, The Federal Bank Limited and Ageas Insurance International N.V. and used by IDBI Federal Life Insurance Company Limited under license from respective partners. Ref. No.: 14105/IFIPP/ENG/Print-PB/Dec19

#### BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS / FRAUDULENT OFFERS.

##### IRDA clarifies to public that

- IRDAI is not involved in activities like selling insurance policies, announcing bonus or investment of premiums. Public receiving such phone calls are requested to lodge a police complaint. IRDAI is not involved in activities like selling insurance policies, announcing bonus or investment of premiums. Public receiving such phone calls are requested to lodge a police complaint.

### Renewal Premium in Advance



Collection of renewal premium in advance shall be allowed within the same financial year for the premium due in that financial year. Provided, the premium due in one financial year may be collected in advance in earlier financial year for a maximum period of three months in advance of the due date of the premium.

The renewal premium so collected in advance shall only be adjusted on the due date of the premium.

### Goods and Services tax:



The Goods and Service tax and applicable cess if any under this policy is 18% of the premiums paid. [May be revised as per statutory provisions]



## How to contact us:

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You can reach us in the following convenient ways.



### Branches

Visit or call any branch of IDBI Bank, Federal Bank or IDBI Federal Life Insurance Co Ltd. For the list of branches, please visit [www.idbifederal.com](http://www.idbifederal.com)

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### Write

Write to customer service desk:  
IDBI Federal Life Insurance Co Ltd,  
22<sup>nd</sup> Floor, A Wing, Marathon Futurex,  
N. M. Joshi Marg, Lower Parel - East,  
Mumbai - 400013, India.

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### Phone

Call our nationwide toll free number 1800 209 0502 from Monday to Saturday at any time between 8 am to 8 pm.

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### Website

Visit our website  
[www.idbifederal.com](http://www.idbifederal.com)

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### Email

Email us at:  
[support@idbifederal.com](mailto:support@idbifederal.com)