

Ageas Federal
Secured Income Insurance Plan

A non-linked, participating insurance plan
UIN 135N045V02.

ageasFEDERAL
LIFE INSURANCE

Plan your future today, for a better tomorrow

Secure your future income for 10 years



Introduction

You work tirelessly to ensure that your family enjoys a happy and secure future. But life is full of uncertainties and you need a plan that gives your family a secure income for years to come.

Presenting Ageas Federal Secured Income Insurance Plan* - a plan that ensures your family receives a regular income, no matter what. This is a simple plan wherein you pay for 10 years and then reap regular, secured income for the next 10 years. Plus it insures you and your loved ones from life's uncertainties like disablement or death.

And the benefits don't end here... read along to know this power-packed offering in detail.

**Going further we will refer to this plan as 'Secured Income Plan' for ease of reading.*

Secured Income Plan at a Glance

Pay premiums for 10 years and receive secured income for the next 10 years



Enhanced protection in case of disablement



Get bonus additions to grow your savings



Get tax benefits# on the premiums paid and benefits received.



#Tax Benefits are subject to prevailing Tax Laws

Secure your family financially with a life cover for 20 years



How Secured Income Plan Works

Secured Income Plan is a simple yet comprehensive financial offering with many benefits:



In case of Total and Permanent Disablement:

- Waiver of future Premiums
- Monthly income i.e. 1% of Guaranteed Sum Assured for till end of Premium Payment Term
- Plan benefit continues as initially planned

Income Benefit:

(Guaranteed Sum Assured + Revisionary Bonus) is disturbed in equal instalments in next 10 years

Maturity Benefit:

Terminal bonus along with last instalment of Income Benefit



Death benefit during the Policy Term, plan terminates upon death payments

Key Benefits of Secured Income Plan

Secured Income Plan is crafted as a comprehensive financial wellness tool for you and your loved ones. It disciplines you to save consistently towards providing financial security for your family; protects them from life's uncertainties like death or permanent disablement; boosts savings with accrued bonus; helps save on taxes and more...

Pay premiums for 10 years and receive secured income for the next 10 years:



You pay premiums for a limited duration of 10 years, and then reap the benefits in the future.

You start receiving Income Benefit as annual payouts for 10 years starting from the end of the 11th policy year till maturity.

Income Benefit is the Guaranteed Sum Assured plus vested Simple Reversionary Bonus till the end of premium payment term, divided into 10 equal installments.

Income Benefit is made of two components i.e. Guaranteed and Variable Benefit.

- Guaranteed Benefit is the Guaranteed Sum Assured (GSA) divided by 10 equal installments.
- Variable Benefit is accrued Reversionary Bonus divided by 10 equal installments.

Get bonus additions to grow your savings:



Secured Income Plan is a participating plan which means that bonuses get added on to your savings. The policy will participate in the profits of our participating policyholders' life fund by way of bonuses provided all due Premiums have been paid to date and policy is in force. Bonuses are declared as a percentage of Guaranteed Sum Assured. The company will declare Simple Reversionary Bonus and vest into the policy every year from the 1st policy anniversary till 10th policy anniversary, and paid as a part of Income Benefit, Death Benefit or Surrender Benefit, as the case may be. The company may declare an interim bonus in the event of a claim made before the subsequent bonus declaration. The company may also declare a terminal bonus to be paid on maturity or death, provided all the due premiums have been paid.



Secure your family financially with a life cover for 20 years:

With Secured Income Plan you can also be rest assured about your family's financial security with a life cover that remains in force, provided the policy is in force, for the entire policy term of 20 years.

Death Benefit during Premium Payment Term	Death Benefit after Premium Payment Term
<ul style="list-style-type: none">• Death Sum Assured (DSA) plus	<ul style="list-style-type: none">• Death Sum Assured (DSA) plus
<ul style="list-style-type: none">• Vested Simple Reversionary Bonus as on date of death plus	<ul style="list-style-type: none">• Vested Simple Reversionary Bonus as on date of death less Reversionary Bonus already paid as a part of Income Benefit, plus
<ul style="list-style-type: none">• Interim Bonus, if any	<ul style="list-style-type: none">• Interim Bonus, if any plus
	<ul style="list-style-type: none">• Terminal Bonus, if any

Where "Death Sum Assured" (DSA) is highest of:

- a) Maturity Sum Assured¹
- b) 10 times the Annualized Premium²
- c) Basic Sum Assured³
- d) Guaranteed Sum Assured⁴

The minimum death benefit shall be at least 105% of Total Premiums paid⁵ as on the date of death.

Upon payment of death claim, policy stands terminated and no further benefits are payable.

¹Maturity Sum Assured is nil.

²Annualized 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.

³Basic Sum Assured is any absolute amount assured to be paid on death as 10 times the Premiums payable per annum including underwriting extra premium, if any but excluding Goods and Services Tax and cess as applicable.

⁴Guaranteed Sum Assured is the guaranteed component of Income Benefit.

⁵Total Premiums Paid means total of all the premiums received, excluding any extra premium, any rider premium and taxes.

Take comfort in the additional protection offered by the Total and Permanent Disablement feature:



This is a key feature of the Secured Income plan that is built into the plan. In an age of growing uncertainties and health concerns, this benefit offers a financial cushion in the unfortunate scenario of the life insured being unable to provide for himself and his family. If the life insured is struck by total and permanent disablement due to an accident or illness during the premium payment term, he is entitled to the following benefits:

- Future premiums payable are waived off
- Monthly income of 1% of Guaranteed Sum Assured will be paid at the end of each month from the date of reporting of claim till the end of premium payment term
- Income Benefits are paid out as per schedule
- Maturity benefits are paid at the end of the Policy Term

Total and Permanent Disablement is payable, only if, Life Assured is at least 18 years of age at the time of occurrence of the disablement.

Please refer 'Other Features' section for Definitions and Exclusions of Total and Permanent Disablement.

Maturity Benefit:

Upon survival of insured person till the end of Policy term, provided the policy is in force and all premiums have been paid in full, Terminal Bonus, if any will be paid along with the last installment of Income Benefit.

Get 2 tax benefits of 80C and 10(10D):

Secured Income Plan also helps you attract tax benefits on your hard-earned money:

- **Deduction under section 80C:** The premiums paid are eligible for deduction under section 80C of the Income Tax Act, 1961.
- **Tax-free benefits under section 10(10D):** Income Benefit, Maturity benefit and Death Benefit received under Secured Income Plan are tax-free under section 10(10D) of the Income Tax Act, 1961.

Please note that tax laws may change from time to time. We urge you to consult your tax advisor for more information.

Illustration:

Mr. Sharma aged 30 years has bought a Secure Income Plan with Guaranteed Sum Assured of ₹ 5 Lac. He pays an Annual Premium of ₹ 47,780* for 10 years. After the end of the 11th year, he will start receiving the following payouts:

Assumed Gross Rate of Return	Income Benefit for 10 years, payable annually		Terminal Bonus at Maturity
	Guaranteed Benefit	Variable Benefit	
At 8%	₹ 50,000	₹ 20,000	₹ 1,84,100
At 4%	₹ 50,000	₹ 3,750	₹ 63,100

*Above premium is for standard life, exclusive of applicable taxes.



Eligibility Criteria:

<u>Particulars</u>	<u>Minimum</u>	<u>Maximum</u>
Age at Entry (as on last birthday)	8 years	50 years
Age at Maturity (as on last birthday)	—	70 years
Premium	₹ 30,000	No Limit, subject to Board approved UW guidelines
Premium Payment Term	Fixed - 10 years	
Policy Term	Fixed - 20 years	
Payout Term	Fixed - 10 years	

Other features:



Large Sum Assured Benefit:

Policies with high premiums get the benefit of additional Guaranteed Sum Assured as described below:

Annualized Premium* (₹)	Addition to Guaranteed Sum Assured (% of Applicable Guaranteed Sum Assured)
Less than 50,000	0%
50,000 to less than 75,000	2%
75,000 to less than 1,00,000	3%
1,00,000 to less than 5,00,000	4%
5,00,000 and above	5%



Grace period:

Your Secured Income plan offers you a grace period of 30 days from the date of the last unpaid premium. During the grace period your policy remains in force and benefits are payable. In case of death of life insured during the grace period, before the premium due at that time is paid, the premium due shall be deducted from the death benefit payable.

If the premium due is not paid within the grace period, the policy shall lapse and have no further value, except if it has acquired any paid-up value.



Surrender Value:

Secured Income Plan is your commitment towards realising your dreams and financially securing your family's future. But in emergency situations, you can opt to surrender your policy before the end of the policy term.

You can surrender your policy at any time after payment of 2 consecutive years' premiums, from the date your policy commences. The Surrender Value of the policy is higher of Guaranteed Surrender Value (GSV) or Special Surrender Value (SSV) including the surrender value of any subsisting Simple Reversionary Bonuses, as applicable, already vested to the policy.

- ◆ Surrender Value = Maximum (Guaranteed Surrender Value (GSV) + Surrender Value of Bonus for GSV, Special Surrender Value (SSV) + Surrender Value of Bonus for SSV)

- ◆ Guaranteed Surrender Value (GSV) = Maximum {(GSV factor x Premiums paid till date of surrender including underwriting loadings, if any) – Income benefits already paid till date of surrender, if any,}
- ◆ Surrender Value of Bonus for GSV = Bonus factor for GSV x (Vested Simple Reversionary Bonuses as on the date of surrender less Simple Reversionary Bonuses already paid as a part of Income Benefits, if any)
- ◆ Special Surrender Value (SSV): The SSV is not guaranteed and may be changed at any time, subject to the prior approval of the IRDAI.

Surrender benefit is paid in lump sum.

On the payment of the surrender benefit, the policy will terminate and no more benefits will be payable.



Paid-up value (Non forfeiture):

Your policy is eligible to acquire a paid-up value only after 2 consecutive years' premiums have been paid. Thereafter, if you fail to pay any due premium within the grace period, your policy will assume paid-up value with reduced benefits:

Reduced Income Benefit	Reduced Death Benefit	Maturity Benefit	Total and Permanent Disablement Benefit
<p>(Reduced Guaranteed Sum Assured[§] + Vested Simple Reversionary Bonuses, if any)/10.</p> <p>The payment structure of Income Benefit would remain same as in force policy and only the amount would reduce as mentioned above.</p>	<p>Reduced Death Sum Assured[#] + Vested Simple Reversionary Bonuses, if any less Reversionary Bonus already paid as part of Income Benefit</p> <p>In case of death of the life insured during the policy term, the Reduced Death Benefit will be paid out to the beneficiary.</p>	<p>Last Reduced Income Benefit will be paid and policy will terminate.</p> <p>No Terminal Bonus is paid for Paid up policies.</p>	<p>Reduced Monthly Income payout = 1% x Reduced Guaranteed Sum Assured</p> <p>Reduced Income Benefit and Maturity Benefit will be paid as mentioned</p> <p>Waiver of Premium Benefit will not be triggered.</p>

The policyholder will not participate in the future bonuses i.e. Simple Revisionary Bonuses, Interim Bonus and Terminal Bonus.

Where,

[§]Reduced Guaranteed Sum Assured = GSA x (Number of Premiums paid/ Number of Premiums payable)

[#]Reduced Death Sum Assured = DSA x (Number of Premiums paid/Number of Premiums payable)

Policy lapse:

During the first 2 policy years, if you fail to pay any due premium before end of the grace period, your policy will lapse and no benefits will be payable. After premium payment for first 2 years, upon non payment of future premiums, your policy will acquire paid-up value with reduced benefits.

Policy Revival:

A policy which has lapsed or acquired paid-up value can be revived subject to the following conditions:

- a. You make an application for revival within 5 years from the due date of the first unpaid premium
- b. You furnish satisfactory evidence of health and satisfy other requirements according to the board approved underwriting policy at that time. Medical tests, if required to be borne by you at your own cost.
- c. You must pay all arrears of premium together with interest at such a rate as decided by us from time to time. Interest rate applicable for the outstanding loan would be determined from time to time. 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 1st August, 2019 is 10.05% per annum basis 10 years G-sec rate as on 30th June. Based on this, the interest rate shall be set every 6 months. The same will be reset every year on 1st February and 1st August.
- d. When a policy is revived after payment of all due premiums complete with interest, the policy is entitled to receive all benefits and the Income benefits will be revived as per schedule.

If you have not revived a lapsed policy, and if the policy has not acquired a paid up value, the premiums already received by us are forfeited and the policy cannot be revived thereafter.

In case the policy has already acquired a paid-up value and the death of the insured person happens during the revival period, Death Benefit for a reduced paid up policy shall be paid.

Once the policy has been revived, it is entitled to receive same benefits as an in force policy.

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.

Free-look Period:

You are 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 you do not agree with any of the terms and conditions, you have 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 risk 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.

Loans:

You can avail a loan on your Secured Income policy only after the policy acquires a surrender value. The loan you can avail will be from a minimum of Rs. 5,000 and limited to 85% of the guaranteed surrender value at the time of application, subject to terms and conditions specified by IDBI Federal Life Insurance Company from time to time.

The current rate of interest applicable from 1st August, 2019 is 10.05% per annum basis 10 years G-sec rate as on 30th June, 2019. The frequency of reviewing loan interest rate is 6 months. The Interest rate shall be compounded quarterly.

Assignment:

As per Section 38 of the Insurance Act, 1938 as amended from time to time, you may assign the policy. For further information on Section 38 and 39 of the Insurance Act, 1938 as amended from time to time, you may contact your intermediary.

Nomination:

As per Section 39 of the Insurance Act, 1938 as amended from time to time, you can nominate a person to receive the benefit under this policy.

Married Women's Property Act:

Under Section 6 of the Married Women's Property Act, 1874 a married man can take an insurance policy on his own life and express it to be for the benefit of his wife or children. When such intent is expressed on the face of the policy, it shall be deemed to be a trust for the benefit of the named beneficiaries (your wife or children) and it shall not be subject to the control of the husband, or his creditors or form part of his estate. The Act also provides that nothing contained in the provision shall operate to destroy or impede the right of any creditor to be paid out of the proceeds of any policy of assurance which may have been affected with intent to defraud creditors. You can ask for an endorsement of your policy for the benefit of your wife or children or any combination of them under the Married Women's Property Act, 1874. Once endorsed, the policy will be exclusively for the benefit of the named beneficiaries.

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.



Definition and Exclusion of Total & Permanent Disablement

‘Total and permanent disablement’ means the disablement of the insured person which meets the definitions in any of Parts 1, 2 or 3:

Part 1 – loss of independent living:

The Insured person is permanently unable to perform independently three or more of the following six activities of daily living, namely:

- ◆ bathing (ability to wash in the bath or shower)
- ◆ dressing (ability to put on, take off, secure and unfasten garments)
- ◆ personal hygiene (ability to use the lavatory and to maintain a reasonable level of hygiene)
- ◆ mobility (ability to move indoors on a level surface)
- ◆ continence (ability to manage bowel and bladder functions)
- ◆ eating and drinking (ability to feed oneself, but not to prepare the food).

The insured person must need the help or supervision of another person and be unable to perform the task on their own, even with the use of special equipment routinely available to help and having taken any appropriate prescribed medication by Specialist Independent Medical Practitioner.

Loss of independent living must be medically documented for an uninterrupted period of at least six months.

Proof of the same must be submitted to the Company while the Insured Person is alive and permanently disabled.

Part 1 – loss of independent living:

The Insured person suffers from total and irrecoverable loss of:

- ◆ the use of two limbs; or
- ◆ the sight of both eyes; or
- ◆ the use of one limb and the sight of one eye,

certified by a Specialist Independent Medical Practitioner and documented for an uninterrupted period of at least six months. The diagnosis must be clinically confirmed by a Specialist Independent Medical Practitioner

Limb means the whole hand below the wrist or the whole foot below the ankle.

Loss of sight means total, permanent and irreversible loss of all vision in both eyes as a result of illness or accident (as applicable). “Accident” for this purpose is a sudden, unforeseen and involuntary event caused by external, visible and violent means. The diagnosis must be clinically confirmed by a Specialist Independent Medical Practitioner. The blindness must not be correctable by aides or surgical procedures.

Part 3 – unable to work:

The Insured person suffers an illness or injury and:

the illness or injury causes the policy owner to be unable to do the ‘material and substantial’ duties of any occupation or employment or business for remuneration or profit for an uninterrupted period of at least six months. The ‘material and substantial’ duties are those that are normally required for, and/or form a significant and integral part of, the performance of the occupation that cannot reasonably be omitted or modified.

‘Unable to work’ must be certified by relevant Specialist Independent Medical Practitioner and medically documented for an uninterrupted period of at least six months. Proof of the same must be submitted to the Company while the Person Insured is alive and permanently disabled.

Injury means accidental physical bodily harm excluding illness or disease solely and directly caused by external, violent and visible and evident means which is verified and certified by a Independent Medical Practitioner.

Specialist Independent Medical Practitioner:

A Specialist Independent Medical Practitioner is a person who holds a valid registration from the Medical Council of any State or Medical Council of India or Council for Indian Medicine or for Homeopathy set up by the Government of India or a State Government and is thereby entitled to practice medicine within its jurisdiction; and is acting within the scope and jurisdiction of license.

All policy benefits, detailed above, are applicable only if the policy is in force and all due premiums have been paid.

Exclusions

Total and Permanent Disablement Benefits shall not be paid for any of the events, occurring directly or indirectly as a result of any of the following:

- a. Intentional self-inflicted injury, suicide or attempted suicide, while sane or insane.
- b. For any medical conditions suffered by the life assured or any medical procedure undergone by the life assured, if that medical condition or that medical procedure was caused directly or indirectly by influence of drugs, alcohol, narcotics or psychotropic substances unless taken in accordance with the lawful directions and prescription of a independent medical practitioner
- c. For any medical condition or any medical procedure arising either as a result of war, invasion, act of foreign enemy, hostilities (whether war be declared or not), armed or unarmed truce, civil war, mutiny, rebellion, revolution, insurrection, military or usurped power, riot or civil commotion, strikes or participation in any naval, military or air force operation during peace time or during service in any police, paramilitary or any similar organization.
- d. For any medical condition or any medical procedure arising from participation by the insured person in any flying activity, except as a bona fide, fare-paying passenger and aviation industry employee like pilot or cabin crew of a recognized airline on regular routes and on a scheduled timetable.
- e. Participation by the insured person in a criminal or unlawful act with criminal intent.

f. Engaging in or taking part in hazardous activities*, including but not limited to, diving or riding or any kind of race; martial arts; hunting; mountaineering; parachuting; bungee-jumping; underwater activities involving the use of breathing apparatus or not;

*Hazardous Activities mean any sport or pursuit or hobby, which is potentially dangerous to the Insured Member whether he is trained or not.

g. For any medical condition or any medical procedure arising from nuclear contamination; the radio-active, explosive or hazardous nature of nuclear fuel materials or property contaminated by nuclear fuel materials or accident arising from such nature.

Pre-existing Disease means any condition, ailment, injury or disease:

a) That is/are diagnosed by a physician within 48 months prior to the effective date of the policy issued by the insurer or its reinstatement or

b) For which medical advice or treatment was recommended by, or received from, a Physician within 48 months Prior to the effective date of the policy issued by the insurer or its reinstatement

No claim shall be repudiated after 4 years from the policy inception or reinstatement on account of pre-existing diseases disclosed or discovered through medical examination at underwriting/revival.

Statutory information



Prohibition of rebate:



The Insurance Act, 1938 as amended from time to time, prohibits an agent or any other person from passing any portion of his commission to the customer whether as incentive or rebate of the premium. Section 41 of the Act 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.
- (2) Any person making default in complying with the provisions of this Section shall be liable for a penalty which may extend to ten lakh rupees

Policy document



This brochure gives only the salient features of the Ageas Federal Secured Income Insurance 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.

Ageas Federal Secured Income Insurance Plan is non-linked, participating insurance plan and no benefits other than those indicated in this brochure are payable. Substandard lives will be charged extra premium.

This product is underwritten by Ageas Federal Life Insurance Company Limited (Regn. No 135; Corporate Identity Number (CIN) – U66010MH2007PLC167164) having its registered office at: 22nd Floor, A Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel – East, Mumbai – 400013, Maharashtra.

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Tax Benefits are as per the Income Tax Act, 1961 and are subject to changes in the tax from time to time.

BEWARE OF SPURIOUS/FRAUD PHONE CALLS!

- 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.



Contact Us



Branches

Visit or call any branch of IDBI Bank, Federal Bank or Ageas Federal Life Insurance Co Ltd. For the list of branches, please visit www.ageasfederal.com



Write

Write to customer service desk:
Ageas Federal Life Insurance Co Ltd,
22nd Floor, A Wing, Marathon Futurex,
N. M. Joshi Marg, Lower Parel- East,
Mumbai – 400013, Maharashtra.



Phone

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



Email

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Website

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