

# Kotak

## TERM BENEFIT RIDER

A Non-Participating Non-Linked Life Insurance Individual Pure Risk Rider



**Added protection. Added Security. Added Happiness**

## **KOTAK TERM BENEFIT RIDER**

### **A Non-Participating Non-Linked Life Insurance Individual Pure Risk Rider**

Life insurance is a way to protect your family in the event of your demise. The money your loved ones will receive can be used to pay your liabilities, take care of your debt and cover your mortgage or rent. By attaching Kotak Term Benefit Rider (hereafter referred as Rider) to the base plan, you can enhance the existing protection available under base plan at affordable rates.

#### **Key Features**

- Flexibility to pay premiums as per convenience - Single, Limited and Regular
- Comprehensive protection till the end of policy term of the base plan
- Rider sum assured payable in case of death
- Option to select Rider either at inception or at any policy anniversary
- Income tax benefit on premiums paid

## Benefits

**On death:** In the unfortunate event of death of the life insured, the sum assured will be paid in lump sum to the nominee / legal heirs.

**At maturity:** There is no maturity benefit payable under this Rider.

## Eligibility

Particulars		Minimum	Maximum
Entry age		18 years	60 years
Maturity Age		23 years	70 years
Sum Assured		₹ 10,000	Maximum sum assured at any point cannot exceed sum assured under the base plan.
Premium		Total Rider premiums excluding health riders cannot exceed 30% of the annual premium for the base plan  Total Rider premiums including health riders cannot exceed 130% of the annual premium for the base plan	
Premium payment options		Regular, Limited and Single pay	
Rider term	Regular and Single pay	5 years	52 years <sup>#</sup>
	Limited pay	6 years	52 years <sup>#</sup>

Rider premium payment term	Regular pay	Equal to rider term	
	Limited pay	5 years	51 years*
	Single pay	1 year	
Premium payment mode		Regular/Limited pay - Yearly, Half-yearly, quarterly and monthly Single pay - Single	
Modal factors		<b>Frequency</b>	<b>Modal Factor</b>
		Yearly	100% of tabulated rates
		Half-yearly	51% of yearly premium
		Quarterly	26% of yearly premium
		Monthly	8.8% of yearly premium

#Subject to, lower of outstanding term of base plan and (70 less Entry Age)

\*The Rider Premium Payment Term shall not exceed outstanding Premium Payment Term of the base plan

This rider is available for sale through Online Channel as well

## Tax Benefit

Tax benefits are subject to conditions specified as per Income-tax Act, 1961. Tax laws are subject to amendments from time to time. Customer is advised to take an independent view from tax consultant.

## Illustration

Mentioned below are the premiums for a sum assured of 1 Lakh for Rider purchased through Tied Agents, Corporate Agents, Brokers or Direct Marketing:

Age ↓ / Rider Term →	10 years	15 years	20 years
30 years	24	26	29
35 years	31	35	40
40 years	47	55	63
45 years	71	83	94

**Please Note:** The above premium figures are for a healthy individual male and are exclusive of Goods and Services Tax and Cess, as applicable. Goods and Services Tax and Cess, thereon, shall be charged as per the prevalent tax laws over and above the said premiums.

## Terms and conditions

### 1. Grace Period

There is grace period of 30 days for all premium payment modes except monthly. In case of monthly mode, the grace period is of 15 days. Grace Period is not applicable for Single Premium.

### 2. Lapse

Benefit under Rider shall lapse if premiums for rider are not received within the Grace Period, and no benefit shall be payable under such circumstances.

### 3. Revival

Rider cannot be revived independently and can only be revived within 5 years from the due date of first unpaid premium along with the revival of the base plan.

### 4. Surrender

In case you wish to surrender the Rider, the surrender value availability and formula shall be as follows:

Premium payment	Surrender benefit	Surrender value
Regular pay	Not available	Not available
Limited pay	Surrender value available after payment of 3 full years' Rider premium	$75\% \times (\text{sum of rider premiums paid excluding the first year's rider premium}) \times (1 - \text{premium paying term/rider term}) \times (\text{Balance rider term to run / rider term})$

Single pay	Surrender value available at 1 <sup>st</sup> the end of 1 policy year	$75\% \times (\text{single premium paid}) \times (1 - \text{premium paying term} / \text{rider term}) \times (\text{Balance rider term to run} / \text{rider term})$
------------	---	--

## 5. Reduced paid-up

Reduced paid-up shall be available only in case of Limited and Single Pay. In case, base plan is converted in to a Reduced paid-up policy and 3 full years' rider premiums have been paid, sum assured under the Rider shall also be reduced and be converted in to Reduced paid-up rider as per formula mentioned below:

Premium payment	Reduced paid-up value
Limited / Single pay	$(\text{Total rider premium received} / \text{Total rider premiums receivable}) \times \text{Rider Sum Assured}$

## 6. Alterations

Alterations are allowed only at policy anniversary. Rider can be attached to the base plan at any policy anniversary if not selected at inception of the base plan. Rider will automatically get surrendered if the base plan is withdrawn.

## 7. Available under products

Kotak Term Benefit Rider shall be available under respective non-unit linked plans as specified in the product brochure and available to be distributed through Tied Agents, Corporate Agents, Brokers and Direct Marketing.

## 8. Free Look Period

The Policyholder is offered a 30 days' free look period to review the terms and conditions of the Rider (except for riders having a rider term of less than a year) beginning from the date of receiving the Rider Document in electronic form. In case the Policyholder is not agreeable to any terms and conditions of the Rider or otherwise; then subject to no claims having been made hereunder, the Policyholder may choose to return the Rider to the Insurer for cancellation, stating the reasons thereof within the aforesaid free look period.

Should the Policyholder choose to return the Rider, the Policyholder shall be entitled to a refund of the rider Premium paid after deducting the proportionate rider risk Premium for the period of cover, stamp duty charges and expenses of medical examination (if any). A Rider once returned shall not be revived, reinstated or restored at any point of time and a new proposal will have to be made for a new Rider. The Rider stands cancelled when the free look provision of the base Policy is exercised.

In addition to the above, Free Look Provision as per the base Policy is also applicable on the Rider contract. The Rider Policy stands cancelled when the Free Look Provision of the base Policy is exercised.



## 9. General Exclusion

In case of life insured committing suicide within one year from the date of commencement of risk under the policy, 80% of the total premiums paid till the date of death shall be payable.

In case of suicide within one year from the date of revival, where revival is done within 6 months from the date of first unpaid premium, Suicide Exclusion shall not be applicable and the death benefit under the rider shall be payable.

However, in case of suicide within one year from the date of revival, where revival is done after 6 months from the date of first unpaid premium, the benefit payable shall be higher of 80% of total Premiums Paid till the date of death or Surrender Value (if any) at the date of death provided the rider cover is in force.

## 10. Goods and Services Tax and Cess

Goods and Services Tax and Cess, as applicable shall be levied on Rider premium as per the prevailing tax laws and/or any other laws.

### **Section 41 of the Insurance Act, 1938 as amended from time to time:**

No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take 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.

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.

### **Extract of Section 45 of the Insurance Act, 1938 as amended from time to time states:**

Fraud, Misstatement and Forfeiture would be dealt with in accordance with provisions of Section 45 of the Insurance Act, 1938 as amended from time to time.

### **Please visit our website for more details:**

[https://www.kotaklife.com/assets/images/uploads/why\\_kotak/section-38-39-45-ofinsurance-act-1938.pdf](https://www.kotaklife.com/assets/images/uploads/why_kotak/section-38-39-45-ofinsurance-act-1938.pdf)

## About Us

**Kotak Mahindra Life Insurance Company Ltd** is a 100% owned subsidiary of Kotak Mahindra Bank Ltd. (Kotak) which provides insurance products with high customer empathy. Its product suite leverages the combined prowess of protection and long term savings. Kotak Life Insurance is one of the growing insurance companies in India and has covered over several million lives.

For more information, please visit the company's website at <https://www.kotaklife.com>

## Kotak Mahindra Group

Kotak Mahindra Group is one of India's leading banking and financial services organizations, offering a wide range of financial services that encompass every sphere of life. From commercial banking, to stock broking, mutual funds, life insurance and investment banking, the Group caters to the diverse financial needs of individuals and the corporate sector.

For more information, please visit the company's website at [www.kotak.com](http://www.kotak.com)

**BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS /  
FRAUDULENT OFFERS**

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



**TOLL FREE 1800 209 8800**

**WhatsApp: 9321003007**  
**www.kotaklife.com**

**Kotak Term Benefit Rider:** UIN No.: 107B003V03.

This is a Non-Participating Non-Linked Life Insurance Individual Pure Risk Rider. The brochure gives only the salient features of the Rider. This document is not a contract of insurance and must be read in conjunction with the Policy Document. This brochure is applicable on Rider sourced through Tied Agents, Corporate Agents, Brokers and Direct Marketing.

**Kotak Mahindra Life Insurance Company Ltd.** Regn. No.: 107, CIN: U66030MH2000PLC128503, Regd. Office: 8th Floor, Plot# C-12, G-Block, BKC, Bandra (E), Mumbai - 400 051. Website: <http://kotaklife.com/>; WhatsApp: 9321003007; Toll Free No:1800-209-8800, Ref. No. : KLI/24-25/E-PB/1124.

**Trade Logo displayed above belongs to Kotak Mahindra Bank Limited and is used by Kotak Mahindra Life Insurance Company Ltd. under license.**