Ensure a better tomorrow for your child!

make the right choice with

Canara HSBC Oriental Bank of Commerce Life Insurance

Future Smart Plan

- Premium Funding Benefit - future premium funded by the Company in your absence or in case of disability
- Flexible Premium Payment Term
- Milestone withdrawal to meet a series of expenses for your child

Ask the Manager

for Life Insurance solutions

Canara HSBC OBC Life Insurance

The Linked Insurance Products do not offer any liquidity during the first five years of contract. The policyholder will not be able to surrender/withdraw the monies invested in Linked Insurance Products completely or partially till the end of the fifth year.

WHAT IS FUTURE SMART PLAN?

It is a unit linked insurance plan that provides long-term investment opportunity to build a bright future for your child. Its comprehensive Insurance Cover (Sum Assured on death and Premium Funding on death or disability) ensures that your[1] plan for your child's future continues unaffected, in any unfortunate event.

WHAT ARE THE BENEFITS OF FUTURE SMART PLAN?

As a parent you want to be the pillar of strength and support for your child, making sure that his/her future plans remain undisturbed even when you are not around.

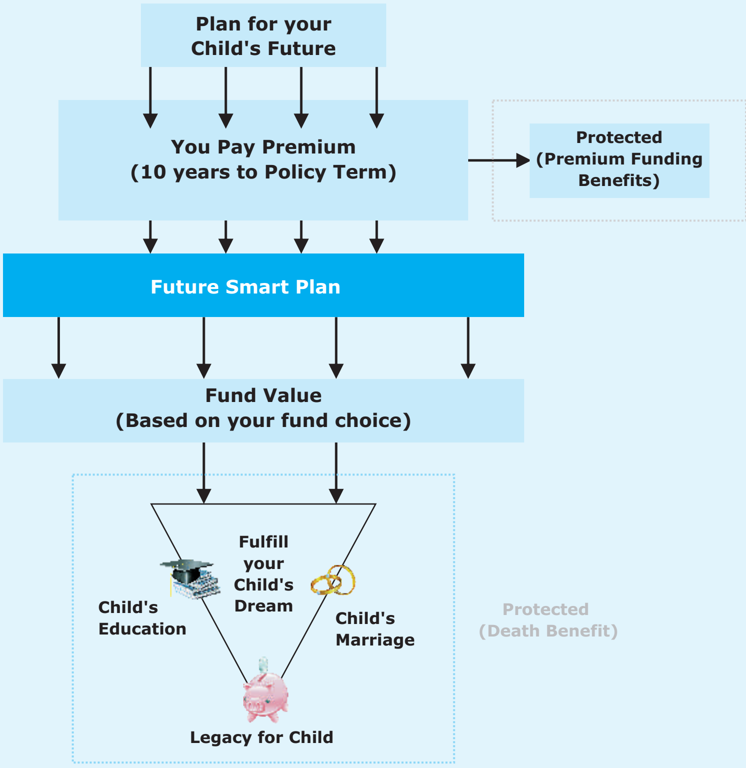
Our Future Smart plan, is a specially designed customised solution that helps you fulfill your dreams for your child through its multiple features and options like:

- You can choose a Policy Term[2] such that the plan matures when your child completes his/her higher studies or is ready for marriage.
- Depending on the financial requirements for your child's dreams, you can choose to pay premiums[3] for a limited period or for the entire Policy Term.
- Keeping in mind the expenses for higher education, you can opt for Milestone Withdrawals[4], wherein you will receive 15% of Fund Value in each of the last 5 years and the remaining on maturity.

Our aim is to help you remain at peace knowing that your child's immediate and future financial needs are taken care of even in case of your demise or disability as:

- Sum Assured is paid on death
- All future premiums are funded by the Company as and when due, in case of death or disability[5] (if opted)
- Fund Value is paid at maturity

Here is how Future Smart Plan works:



3 EASY STEPS TO OWN YOUR FUTURE SMART PLAN

☛ **Step 1: Choose your Policy Term, the number of years you wish to pay premiums and the annual premium amount:**

You can choose the Policy Term of 10, 15, 20 or 25 years and pay your annual premiums for 10 years or more (up to the Policy Term). The minimum annual premium in this plan is ₹25,000 (₹50,000 for Policy Term of 10 years) while there is no maximum limit.

☛ **Step 2: Choose your Life Cover (Sum Assured) and Premium Funding Benefit option:**

The minimum Life Cover that you can choose depends on your current age and Policy Term chosen:

- For ages below 45:
  - 10,15,20 years term: 10 x annual premium
  - 25 years term: 12.5 x annual premium
- For ages 45 & above: 7 x annual premium

For example, if your current age is 36 years and annual premium is ₹1 lac, the minimum Sum Assured will be ₹10 lacs for Policy Term of 10, 15 or 20 years and ₹12.5 lacs for Policy Term of 25 years. However, if you are 45 years old, the minimum Sum Assured will be ₹7 lacs for all Policy Terms.

There is no maximum limit on Life Cover in this plan; however the Life Cover provided will depend on underwriting.

You can choose the Premium Funding Benefit at inception for:

Option 1: Death only

Option 2: Death or Total & Permanent Disability (TPD)

The option once chosen cannot be changed or opted out later.

☛ **Step 3: Choose your investment funds:**

You can choose from our 5 investment funds, which provide a range of equity exposure from 0% to 100% in any proportion.

Fund Name	Fund Philosophy	Asset Allocation		Risk Profile
Equity II Fund	To generate long-term capital appreciation from active management of a portfolio invested in diversified equities.	Equity	60%-100%	High
		Debt Securities	-	
		Money Market	0%-40%	
Growth Plus Fund	To achieve capital appreciation by investing predominantly in equities, with limited investment in fixed income securities.	Equity	50%-90%	Medium to High
		Debt Securities	10%-50%	
		Money Market	0%-40%	
Balanced Plus Fund	To generate capital appreciation and current income, through a judicious mix of investments in equities and fixed income securities.	Equity	30%-70%	Medium
		Debt Securities	30%-70%	
		Money Market	0%-40%	
Debt Plus Fund	To earn regular income by investing in high quality debt securities.	Equity	-	Low to Medium
		Debt Securities	60%-100%	
		Money Market	0%-40%	
Liquid Fund	To generate reasonable returns commensurate with low risk and a high degree of liquidity.	Equity	-	Low
		Debt Securities*	0%-60%*	
		Money Market	40%-100%	

*Debt Securities under Liquid Fund will comprise only of short-term securities.

You can own this plan provided you are between age 18 and 60 years and your child, the beneficiary[6] is less than 18 years.

HOW IS MY CHILD'S FUTURE PROTECTED IN CASE OF AN UNFORTUNATE EVENT?

In case of your death[7], the beneficiary (the child nominated to receive the benefits under the plan) will receive the Sum Assured and the policy will continue with all future premiums funded by the Company as and when due. This death benefit, under all circumstances, will not be less than 105% of the total premiums[8] paid by you excluding service tax . Also, at maturity, the Fund Value will be paid.

If you have also opted for Premium Funding Benefit for disability, then in case of your Total & Permanent Disability, all future premiums will be funded by the Company. The Life Cover will continue and Sum Assured will be payable on subsequent death. This death benefit, under all circumstances, will not be less than 105% of the total premiums[9] paid by you excluding service tax. Also, at maturity, the Fund Value will be paid.

Death benefit will be equivalent to the Proceeds of Discontinuance Policy Fund (DPF) in case your policy monies are moved to DPF due to Discontinuance. (For more details on Discontinuance, please refer section 15 of Key Terms & Conditions)

WHAT ARE THE OTHER ADVANTAGES OF FUTURE SMART PLAN?

The plan offers many additional features and flexibilities as explained below:

- **Auto Funds Rebalancing[10]:** If you wish to maintain allocation of your investments in a specific proportion across funds, irrespective of market movements, you can do so through Auto Funds Rebalancing. Once opted, after every 3 months, it automatically rebalances the allocation of your investments in various funds to the allocation proportions chosen by you.

  For example, if you wish to stay invested in the ratio 50 : 25 : 25 in Growth Plus : Balanced Plus : Debt Plus, then after every 3 months, depending upon the Fund Value in these 3 funds due to market movements, your total fund will be re-allocated in the above mentioned ratio.

- **Safety Switch Option[11]:** As your policy nears maturity, you may want to avoid market volatility and safeguard your funds. The Safety Switch Option enables you to move your funds systematically to a relatively low risk Liquid Fund in the last 3 years as follows:

Beginning of...	Allocation in Funds other than Liquid Fund	Allocation in Liquid Fund
Fourth last policy year	70%	30%
Third last policy year	40%	60%
Second last policy year	10%	90%
Last policy year	0%	100%

If you have allocated any money in Liquid Fund, it will not be impacted or considered for Safety Switch Option.

- **Fund Switching:** You can switch some or all of your investments from one fund to another, any number of times. The minimum amount that you can switch is ₹10,000.

- **Premium Redirection:** You can modify the allocation of future premiums once in a policy year. The revised allocation proportion will apply to your subsequent premiums.

- **Change in Sum Assured[12]:** You can increase or decrease your Sum Assured from the 6th policy year, provided all due premiums are paid. This facility is available once every year subject to maximum of 3 times during the Policy Term. There will be no change in your annual premium as a result of change in Sum Assured.

- **Milestone Withdrawal:** To ensure that your child gets the best quality preparation to realise his/her dreams e.g. best higher education, this plan offers Milestone Withdrawal feature. If you opt for this feature, you will receive 15% of the Fund Value in each of the last 5 years of the policy. The remaining Fund Value will be given to you at the time of plan maturity, as chosen.

  Please note that this facility is available only if you opt for 15/20/25 years Policy Term.

- **Partial Withdrawal:** You can make partial withdrawal for any unforeseen contingency, from the 6th policy year. The minimum amount that you can withdraw is ₹10,000 and the maximum is such that the Fund Value after withdrawal does not fall below 120% of the annual premium.

  For example, if your annual premium is ₹1 lac and the Fund Value at the time of withdrawal is ₹10 lacs, you can withdraw up to ₹8.8 lacs. The policy will continue with the remaining Fund Value.

- **Settlement Option[13]:** At maturity, you may avail the Settlement Option, wherein you can receive your money as structured payouts for a maximum period of 5 years. There will not be any Life Cover or Premium Funding Benefit during this period. However, your money will remain invested and the units will be cancelled periodically as per the frequency chosen and the proceeds will be given to you with applicable NAV as on date of cancellation.

- **Tax Benefit[14]:** You may be entitled for tax benefits under Section 80C and Section 10(10D), as per the Income Tax Act, 1961.

Tax Benefits under the policy will be as per the prevailing Income Tax laws and are subject to amendments from time to time. For tax related queries, contact your independent tax advisor

WHAT WILL I RECEIVE AT MATURITY?

At the end of the Policy Term, you will receive the Fund Value that you can use to fulfill your dreams for your child.

MAKE THE RIGHT CHOICE FOR SECURING YOUR CHILD'S FUTURE

Empower your child to realise his/her goals by opting for this specially designed plan and take the first step towards securing your child's future.

WHAT HAPPENS IN CASE PREMIUMS ARE NOT PAID OR THE POLICY IS SURRENDERED?

Insurance plans are long-term by nature. Therefore you are expected to continue paying regular premiums for the premium paying term as chosen by you. If the policy is surrendered within the first 5 policy years, the surrender value (Fund Value less applicable surrender charges) will be transferred to the Discontinued Policy Fund and will earn at least a minimum guaranteed interest rate of 4% or as decided by IRDA from time to time. The proceeds of the discontinuance policy will be paid to you only after completion of the 5th policy year.

If the policy is surrendered after completion of 5 policy years, the fund value will be paid immediately and the policy will be terminated and life cover ceases immediately upon surrender of the policy.

In case you are unable to continue paying premiums on your policy the treatment of such policy shall be as per section 15 of the Key Terms and conditions given below.

The investment and risk profile of Discontinued Policy Fund will be as follows:

Fund Name	Fund Philosophy	Asset Allocation		Risk Profile
UL Discontinued Policy Fund^	To generate reasonable returns on funds from discontinued policies determined in accordance with the Regulations	Equity*	-	Low
		Govt. Securities*	60%-100%*	
		Money Market*	0%-40%*	

^ Only available in case of discontinuance of a policy during the first five policy years.

* These are subject to revision as guided by Regulator from time to time.

There will be no surrender/discontinuance charge if surrender request is received or policy is discontinued after completion of at least 5 policy years and the Fund Value will be paid immediately.

WHAT ARE THE CHARGES UNDER FUTURE SMART PLAN?

- **Premium Allocation Charge** will be deducted upfront and will be levied through reduced premium allocation to the fund. Refer to the table given below:

Premium Payment Mode	Policy Year			
	1	2 & 3	4 to 10	11 & onwards
ECS/SI[17]	8.25%	6.30%	5.30%	0%
Other modes	8.40%	6.40%	5.40%	0%

- **Fund Management Charge** of 1.35% p.a. will be charged on all funds except Liquid fund where the FMC will be 0.80% p.a. and Discontinued Policy Fund where the FMC will be 0.50% p.a FMC for the Liquid Fund may be revised up to 1.35% p.a., subject to IRDA approval. This charge is levied by adjustments to fund NAV on a daily basis.
- **Policy Administration Charge** will be 0.05% per month on the annual premium during the first five policy years. Thereafter it will increase by 20% every five years. This charge will be deducted at monthly policy anniversary till the life of the policy. However, this charge cannot exceed ₹500 per month at any time.
- **Switching Charge** will be ₹250 per switch. However, first 6 switches in a policy year are free of charge. This charge can be revised to maximum ₹500, subject to IRDA approval.
- **Partial Withdrawal Charge** will be ₹250 per withdrawal. However, first 4 withdrawals in a policy year are free of charge. This charge can be revised to maximum ₹500, subject to IRDA approval.
- **Mortality/Morbidity Charge** will be deducted every month by cancellation of units. The amount of the charge taken each month depends on Life Assured Age, Life Cover and Premium Funding Benefit option chosen. Sample mortality rates applicable (₹per annum Per 1,000 of Sum at Risk[18]) in this plan are as follows:

Age	30	40	50	60
Male	1.170	2.053	5.244	13.073
Female	1.159	1.593	3.816	10.294

  In case, you have also opted for Premium Funding Benefit for Disability, an additional charge at 0.165 per annum per 1000 of TPD Sum at Risk will be levied, for all ages and across genders. However, the charge for TPD can be revised, subject to IRDA approval.

- **Miscellaneous Charge** will be recovered on account of medical expenses in case of increase of Sum Assured, subject to a maximum of ₹3,000. This charge can be revised to maximum ₹5,000 subject to IRDA approval.
- **Surrender/ Discontinuance Charge** as per the table given below:

Surrendered/Discontinuance during the policy year	Surrender/Discontinuance charges with annual premium up to ₹25,000/-	Surrender/Discontinuance charges with annual premium above ₹25,000/-
1	Lower of 20% * (AP or FV) subject to maximum of ₹3,000/-	Lower of 6% * (AP or FV) subject to maximum of ₹6,000/-
2	Lower of 15% * (AP or FV) subject to maximum of ₹2,000/-	Lower of 4% * (AP or FV) subject to maximum of ₹5,000/-
3	Lower of 10% * (AP or FV) subject to maximum of ₹1,500/-	Lower of 3% * (AP or FV) subject to maximum of ₹4,000/-
4	Lower of 5% * (AP or FV) subject to maximum of ₹1,000/-	Lower of 2% * (AP or FV) subject to maximum of ₹2,000/-
5 and onwards	Nil	Nil

  (AP – Annual premium; FV – Fund Value)

- All charges are exclusive of service tax and cess, as applicable and amended from time to time which will be borne by the policyholder.

  All charges except mortality charges (and morbidity charges if applicable) continue to be deducted after death of Life Assured. Also, the Premium Allocation Charges, Policy Administration Charges and Mortality Charges mentioned above are guaranteed during the term of the plan.

  Moreover all charges mentioned above except Premium Allocation & Fund Management charge will be deducted through cancellation of units.

ABOUT US

Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited is a company formed jointly by three leading financial organisations - Canara Bank and Oriental Bank of Commerce, which are two of India's largest nationalised banks in terms of aggregate business, along with HSBC Insurance (Asia Pacific) Holdings Limited.

The shareholding pattern of the Joint Venture is - Canara Bank: 51%, HSBC Insurance (Asia Pacific) Holdings Limited: 26% and Oriental Bank of Commerce: 23%.

Our aim is to provide you with a transparent range of Life Insurance products backed by excellent customer service and thereby, making your life simpler.

KEY TERMS AND CONDITIONS

1. In this plan, life assured and proposer are the same.
2. You have an option to choose your Policy Term as 10, 15, 20 or 25 years, subject to the condition that your age at maturity cannot exceed 70 years.
3. In this plan, only annual premium payment mode is allowed.
4. Milestone Withdrawals: This is available only with Policy Terms 15, 20 and 25 years. This feature can be opted only by the life assured. Once chosen, this will be exercised even after death of the life assured and the payments will be made to you (if you are alive) or to the beneficiary (Appointee, if beneficiary is minor), post your death. The payment will be at the beginning of each year basis the Fund Value available as on date. These will be considered as normal partial withdrawal and all rules for partial withdrawal will be applicable. In case fund value after milestone withdrawal falls below 120% of Annual Premium, Mile stone Withdrawal will not be allowed and this facility will cease to operate and exist. Also, you cannot choose this option in the last 5 policy years.
5. Disability: In this plan, disability refers to Total & Permanent Disability that shall mean the occurrence of any of the following conditions as a result of accidental bodily injury:
   - Total and irrecoverable loss of sight of both eyes. The blindness must be confirmed by an Ophthalmologist; OR
   - Loss by severance of two or more limbs at or above wrists or ankles

   The above disability must have lasted, without interruption, for at least six (6) consecutive months and must, in the opinion of an appropriate medical practitioner appointed by the Company deemed permanent.

   For the purpose of TPD, the following definitions are used:

   a. <u>"Accident"</u> refers to a sudden, unforeseen and involuntary event caused by external, violent and visible means which occurs while the relevant supplementary contract is in force.

   b. <u>"Accidental Injury"</u> means bodily injury of the insured caused solely, directly and independently of any other intervening causes from an accident (i.e. a traumatic event of violent, unexpected, external and visible nature)

   Please note that the TPD benefit availability is subject to underwriting norms of the company and company's decision will be final. Further, TPD arising directly or indirectly from any one of the following are specifically excluded:

   a. Disability directly or indirectly, wholly or partly due to an Acquired Immuno- Deficiency Syndrome (AIDS) or infection by any Human Immunodeficiency Virus (HIV).

   b. The Life Assured taking part in any hazardous sport or pastimes (including hunting, mountaineering, racing, steeple chasing, bungee jumping, etc)

   c. The Life Assured flying in any kind of aircraft, other than as a bonafide passenger (whether fare-paying or not) on an aircraft of a licensed airline

   d. Self-inflicted injury, suicide or attempted suicide-whether sane or insane

   e. Under the influence or abuse of drugs, alcohol, narcotics or psychotropic substance not prescribed by a registered medical practitioner

   f. Service in any military, air force, naval, police, paramilitary or similar organisation

   g. War, civil commotion, invasion, terrorism, hostilities (whether war be declared or not)

   h. The Life Assured taking part in any strike, industrial dispute, riot, etc.

   i. The Life Assured taking part in any criminal or illegal activity

   j. Nuclear reaction, radiation or nuclear or chemical contamination
6. In this plan, beneficiary is also the nominee (the child nominated to receive the benefits under the plan). However, if beneficiary is minor then Appointee will have rights only to receive the money till beneficiary attains age 18. The beneficiary will be the child (natural or legally adopted) of the policyholder aged less than 18 years last birthday at the proposal stage. Further, beneficiary (and appointee during minority of the beneficiary) will also have limited rights only to change policy conditions i.e. while he/she can change contact address and contact number. He/ She will not be able to alter or opt out of any fund related options as chosen by you before death.
7. If the death of beneficiary happens after your death, the policy will continue till end of Premium Payment Term and will be terminated by giving proceeds to your legal heirs at the end of Premium Payment Term. If Premium Payment Term is over but Policy Term is still left, then the policy will be terminated immediately by giving proceeds to your legal heirs. In case of death of beneficiary while you are alive, you can select another child as the beneficiary. However, in absence of another child, you can choose any person with insurable interest in your life as the beneficiary.
8. In this plan, the death benefit payable will not be less than 105% of the total premiums paid by you excluding service tax. "105% of the premiums paid excluding service tax" will be compared with "Sum Assured and Present value of all future premiums". If "SA + Present Value of future premiums" is lower than "105%of the premiums paid excluding service tax", we will pay "105% of the premiums paid by you excluding service tax adjusted with Present Value of Future Premiums" on death, and premium funding benefit will be exercised on premium due dates.
9. In case of death after starting of premium funding as a result of disability, higher of "Sum Assured" and "105% of total premiums paid by you excluding service tax" will be paid to the beneficiary.
10. Auto Funds Rebalancing: This feature can be opted only by the life assured. You can choose this option at inception or anytime later in the policy. Any exercise of opting in or opting out after policy issuance will be considered a switch, and prescribed charges will be applicable. Auto Funds rebalancing will cease to exist in case a manual switch or redirection facility is exercised. In case you want to continue with Auto Funds Rebalancing, you will be required to submit a request for opting in. If you opt for partial withdrawal (incl. milestone withdrawal), auto rebalancing will be done on the balance remaining funds. Further, auto rebalancing and safety switch will not be exercisable simultaneously. Hence, auto rebalancing will cease to exist once Safety Switch is operational- in last 3 policy years.
11. Safety Switch Option: This feature can be opted only by the life assured. You can choose this option at inception or anytime later in the policy. Once chosen, this will be exercised even after death of the life assured. Any exercise of opting in or opting out after policy issuance will be considered a switch, and prescribed charges will be applicable. If you withdraw money partially, this option will be exercised on the balance remaining funds. Further, auto rebalancing and Safety Switch will not be exercisable simultaneously. Hence, auto rebalancing will cease to exist once the latter is operational. Also, you cannot choose this option in the last 3 policy years. While SSO is operational, it is advised that you do not switch/ redirect (For redirection, you would be required to opt out of SSO first). However, if you still feel the need for the same, your SSO option ceases to exist.
12. Request for any alteration in Sum Assured should be given at least 60 days prior to policy anniversary and will be effective only from the policy anniversary following the date on which you have made your request. Option to increase the Sum Assured is not available for persons above 50 years of age.

Increase/decrease in Sum Assured is subject to underwriting acceptance and the minimum Sum Assured condition of the policy. Also, any medical expense due to increase in Sum Assured will be borne by you, subject to a maximum of ₹3000 (This charge may be increased with prior approval of IRDA but shall not exceed ₹5000).

13. Settlement Option: All investment risk related to unit price fluctuations will be borne by you. Further, FMC will continue to be levied during this period. No Switching, Redirection, Partial withdrawal, Auto rebalancing, Milestone withdrawal will be available during this period. You can choose to receive the payouts in Monthly, Quarterly, Half yearly or Yearly frequency.

14. Tax Benefit: Tax Benefits under the policy will be as per the prevailing Income Tax laws and are subject to amendments from time to time. For tax related queries, contact your independent tax advisor

15. Discontinuance:

Date of discontinuance of the policy: The date on which insurer receives the intimation from the insured or policyholder about discontinuance of the policy or surrender of the policy or on the expiry of the notice period, whichever is earlier

Minimum Guaranteed Interest Rate: This means the rate applicable to the Discontinued Policy Fund as declared by the Authority from time to time. The current minimum guaranteed rate of interest applicable to the Discontinued Policy Fund shall be 4 percent per annum.

Proceeds of the discontinued policy: This means the Discontinued Policy Fund value on the date the policy has discontinued, after addition of interest computed at the minimum guaranteed interest rate. The excess income earned in the Discontinued Policy Fund over and above the minimum guaranteed interest rate shall also be apportioned to the Discontinued Policy Fund value in arriving at the proceeds of the discontinued policies and shall not be made available to the shareholders.

If the due installment of premium has not been paid by the premium due date, a grace period of 30 days would be given to you. In case the premium due is not received within the grace period, the Company shall send a notice within a period of 15 days from the date of expiry of grace period to you to exercise the following options within a period of 30 days of receipt of the notice, hereby referred to as the notice period:

A. Discontinuance of premium during the lock-in period

In this case you shall exercise one of the following options:

i. Revival of policy within a period of two years from the date of discontinuance of the policy

ii. Complete withdrawal from the policy without any risk cover.

On the date of discontinuance of the policy, the fund value less applicable discontinuance charge shall be transferred to the Discontinued Policy Fund and life cover ceases.

If you exercise option A (ii) within the notice period, the policy will be treated as surrendered and the surrender provisions as elaborated earlier will be applicable. If you do not exercise any of the options within the notice period of thirty days, treatment of such policy shall be in accordance with A(ii) above

A1. If you exercise option A (i) and your policy completes two years of revival period at the end of the lock-in period: Provided till you exercise your option or up to the expiry of notice period, whichever is earlier the policy is deemed to be in force with risk cover that where the policy is not revived, the proceeds of the discontinued policy shall be refunded at the end of the lock-in period.

A2. If you exercise option A (i) and your policy does not complete two years of revival period at the end of the lock-in period: The company shall send you a notice 45 days before the end of the lock-in period to exercise one of the below options within a period of thirty days of receipt of such notice:

i. Revive the policy immediately;

ii. Revive the policy within the two year revival period (from the date of discontinuance of the policy)

iii. Payout the proceeds at the end of the lock-in-period

iv. Payout the proceeds at the end of the revival period

If you do not exercise any of the options within the notice period of thirty days, the treatment of such policy shall be, by default, in accordance with A2 (iii) above.

If you exercise option A2 (ii) then the Fund Value shall continue to remain in the Discontinued Policy Fund till the policy is revived or up to the end of the revival period whichever is earlier. If the policy is not revived within the revival period, the proceeds of the discontinued policy shall be paid out to you at the expiry of revival period.

B Discontinuance of premium after the lock-in period:

In this case you shall exercise one of following options:

i. Revival of policy within a period of two years from the date of discontinuance of the premium

ii. Complete withdrawal from the policy without any risk cover

iii. Convert the policy into paid-up policy, with the paid-up Sum Assured in accordance with Section 113(2) of the Insurance Act,1938 i.e. Sum Assured multiplied by total number of premiums paid to the original number of premiums payable. The Sum Assured applicable for a paid up policy shall be the paid-up Sum Assured.

Till you exercise your option or up to the expiry of notice period, whichever is earlier the policy is deemed to be in-force with risk cover

If you exercise option B (ii) within the notice period, the policy will be treated as surrendered and the surrender provisions as elaborated earlier will be applicable. If you do not exercise any of the options within the notice period of thirty days, the treatment of such policy shall be, by default, in accordance with B(ii) above.

If you exercise option B(i) and the policy is not revived, and no surrender request has been received, the fund value of the policy as applicable shall be refunded at the end of the revival period or at the end of Policy Term, whichever is earlier. The policy is deemed to be in force with risk cover until the expiry of revival period or end of Policy Term whichever is earlier

However, If you have informed a TPD claim, then the policy shall not be discontinued, till a decision is taken on the claim by the Company. No premium will be accepted by the company between the date of information of TPD and date of acceptance (or rejection as the case may be) of the TPD claim. During this period all charges will continue to be deducted from the fund including mortality and other risk charges. If the claim is rejected by the company and a premium is due the company will send a notice within a period of 15 days from the date rejection of the TPD claim to the policyholder to exercise the said options as applicable as per section A & B above within a period of 30 days of receipt of such notice

For the revival of discontinued or paid up policy, please refer point no 16 given below.

16. Revival:-

The revival period means a period of 2 consecutive years during which period the policy can be revived by you.

The policy shall be revived subject to the conditions mentioned below:

- A policy can be revived any time before the maturity date, if any, within the revival period of 2 years.
- Revival shall be subject to the underwriting as per Company's board approved underwriting guidelines.
- The revival of the policy will be effective after company's approval is communicated.

Revival of a discontinued policy during the lock-in period:

If you choose to revive the discontinued policy, the policy can be revived by restoring the risk cover along with the investments made in the segregated funds as chosen by you, out of the Discontinued Policy Fund, less the applicable charges.

At the time of revival, the company:

- shall collect all due and unpaid premiums without charging any interest or fee.
- may levy policy administration charge and premium allocation charge as applicable during the discontinuance period. No other charges shall be levied.
- shall add back to the fund, the discontinuance charges deducted at the time of discontinuance of the policy.
- shall reinstate all the policy benefits .

Revival of a discontinued policy or being made paid-up after the lock-in period:

If you choose to revive the discontinued policy or wish to revive the paid-up policy,the company :

- shall collect all due and unpaid premiums without charging any interest or fee.
- may levy premium allocation charge as applicable during the discontinuance period. No other charges shall be levied.
- shall reinstate the original Sum Assured for a paid-up policy.
- shall reinstate all the benefits.

17. Discount on allocation charges is available for renewal premium payment through ECS (Electronic Clearing System)/ SI (Standing instructions) mode.
18. Sum at Risk in this plan at any time will be calculated as higher of (Sum Assured Plus Present Value of Future Premiums) and 105% of the premiums paid by you excluding service tax. In case claim for TPD is accepted, Sum at Risk will be calculated as higher or Sum Assured and 105% of the premiums paid by you excluding service tax from the date of claim acceptance.
19. In this contract, the definition of age used is age last birthday.
20. Unused free partial withdrawals and switching cannot be carried forward to the next policy year.
21. Risk commencement date under this plan will be the later of (i) date of acceptance of risk by the Company and (ii) date of realization of proposal deposit by the Company.
22. Net Asset Value (NAV) calculation: NAV shall be calculated on all Business Days in accordance with the Authority's guidelines in force from time to time. As per the present guidelines in force, NAV is computed as follows:

    {(Market Value of investment held by the fund + Value of Current Assets) - Value of Current Liabilities & provisions, if any}/ Number of Units existing on Valuation Date (before creation/redemption of Units)
23. First premium will be allocated at the NAV of the date of commencement of the policy. In case of premium received by outstation cheques, the NAV of the realization date or due date, whichever is later, will be allocated.
24. Transaction requests (including renewal premiums, switches, partial withdrawals etc) received before the cutoff time of 3.00 P.M. will be allocated the same business day's NAV and the ones received after the cutoff time of 3.00 P.M. will be allocated next business day's NAV. The cutoff time will be as per IRDA guidelines from time to time.
25. The premium due can be accepted if it is paid within the same financial year in which it becomes due. The premium shall be adjusted on the due date even if it has been received in advance.
26. Assignment and Nomination are permitted under this policy as per Section 38 and Section 39 of the Insurance Act, 1938 respectively. However, in this policy beneficiary will also be the nominee with limited rights.
27. Suicide exclusion: No benefit is payable except fund value as on the date of death along with any charges recovered subsequent to date of death if death of life assured occurs due to suicide or attempted suicide within 12 months of the date of inception or date of revival of the policy.
28. Free look period: The policyholder has the right to cancel the policy within 15 days from the date of receipt of the policy document, in case he/she does not agree with the terms and conditions of the policy. If the policyholder cancels the policy during free look period, the Company will refund the fund value on the date of cancellation plus the un-allocated premium (if any) plus any charge deducted by cancellation of units, after deducting proportionate risk charges (incl. TPD charges, if applicable) and expenses incurred on medicals and stamp duty
29. Auto termination: At any time after the policy completes five policy years, in case the fund value becomes equivalent to or falls below one year's regular premium due to poor market performance, the policy will automatically terminate and the Fund Value will be payable to the policyholder.

Section 41 of the Insurance Act, 1938: (1) 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:

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 fine which may extend to five hundred rupees.

Section 45 of the Insurance Act, 1938: 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:

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.

DISCLOSURES AND RISK FACTORS

Linked Insurance products are different from traditional insurance products and are subject to risk factors. The premium paid in Linked insurance policies are 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 factors influencing the capital market and the insured is responsible for his/her decisions. Linked Funds are subject to market risks and there is no assurance or guarantee that the objective of the investment fund will be achieved. Past performance of the investment funds do not indicate the future performance of the same. Investors in the scheme are not being offered any guaranteed/assured returns.

Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited is only the name of the insurance company and Canara HSBC Oriental Bank of Commerce Life Insurance Future Smart Plan is only the name of the linked insurance contract and does not in any way indicate the quality of the contract, its future prospects or returns. The various funds offered under this contract are the names of the funds and options and do not in any way indicate the quality of these plans, their future prospects and returns. The SFIN (Segregated Fund Index Number) for: Equity II Fund is ULIF00607/01/10EQUTYIIFND136, Growth

Plus Fund is ULIF00913/09/10GROWTPLFND136, Balanced Plus Fund is ULIF01013/09/10BLNCDPLFND136, Debt Plus Fund is ULIF01115/09/10DEBTPLFUND136, Liquid Fund is ULIF00514/07/08LIQUIDFUND136 & Discontinued Policy Fund is ULIF01319/09/11POLDISCFND136. Please know the associated risks and the applicable charges, from your sales representative or the intermediary or policy document issued by the insurance company.

Canara HSBC OBC Life Insurance

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UIN: 136L018V02 **NLBRONJFSP2V1SEP13 ENG**

Insurance is the subject matter of the solicitation.
Canara HSBC Oriental Bank of Commerce Life Insurance Future Smart Plan is a Non-Participating Unit Linked Plan.