

## **INFORMATION TO BE PROVIDED IN SALES BROCHURE**

### **LIC's GROUP TERM EASE PLAN (UIN:512N366V01)** **(A Non-Par, Non – Linked, Life, Group, Pure Risk Plan)**

**LIC's Group Term Ease Plan** is a Non-Par, Non – Linked, Life, Group, Pure Risk Product. It provides valuable life cover to the employees/members of a group at attractive premium rates. The plan can be offered to Employer-Employee groups as well as Non – Employer - Employee groups including Financial Institutions.

The amount of life cover in respect of each member shall be guided by the scheme rules of the group. The total premium payable at commencement and subsequent renewals shall be equal to the sum of premium in respect of individual members of the group.

#### **1. SALIENT FEATURES**

- Fulfills requirement of short term cover at very attractive rates.
- Premium rates dependant on the profile of the group.
- Scope of reviewability of premium rates at each Policy anniversary.

#### **2. BENEFITS**

##### **Death Benefit:**

On death of the Member during the Period of Cover, provided the policy is in-force, **Sum Assured on death** in respect of that Member shall be payable as per the Scheme Rules.

The minimum death benefit shall be 105% of the total premiums paid in respect of the member during the Period of Cover.

However, on death (other than Accidental Death) of a Member on the Date of entry into the scheme, 80% of the Premium Paid during Period of Cover (exclusive of Taxes and extra premium, if any) in respect of that member shall be payable. In case of employer-employee groups where the participation is compulsory, this clause shall not be applicable.

The Period of Cover under this plan will start from the date of entry of the Member into the scheme or preceding Monthly Renewal Date, whichever is later and will end one day before next Monthly Renewal Date.

##### **Maturity Benefit:**

No Survival/ Maturity benefit shall be payable under this policy.

#### **3. ELIGIBILITY CONDITIONS AND OTHER RESTRICTIONS**

- |                           |                                  |
|---------------------------|----------------------------------|
| a) Minimum Entry Age      | : 18 years (completed)           |
| b) Maximum Entry Age      | : 60 years (age nearer birthday) |
| c) Maximum Age at renewal | : 60 years (age nearer birthday) |
| d) Minimum Sum Assured    | : Rs.10000/-                     |
| e) Maximum Sum Assured    | : Rs.1000000/-                   |
| f) Policy Term            | : Monthly Renewable              |
| g) Minimum group size     | :100                             |

#### **4. PAYMENT OF PREMIUMS:**

##### **i. Premium Payment:**

The premiums payable for the Insurance Cover in respect of the Member on the Date of Entry and subsequent Monthly Renewal Dates shall depend on the profile of the Group.

**ii. Proportionate premium for new entrants:**

If a member joins in between, the Policyholder would need to pay the proportionate amount of premium. This proportionate premium shall be determined on the basis of premium per Member for the period from the Entry Date to the next Monthly Renewal Date as applicable, along with applicable taxes, if any. Thereafter, premium in respect of such Member shall be payable along with the total premium payable under the Policy.

**5. LOAN:**

No loan is available under this plan.

**6. FORFEITURE IN CERTAIN EVENTS:**

In case it is found that any untrue or incorrect statement is contained in the proposal, personal statement, declaration and connected documents or any material information is withheld, then and in every such case the policy shall be void and all claims to any benefit by virtue thereof shall be subject to the provisions of Section 45 of the Insurance Act, 1938 as amended from time to time.

**7. TERMINATION OF ASSURANCE IN RESPECT OF A MEMBER:**

The Assurance of a Member shall terminate on the happening of any of the following events:

- a) On non-payment of premium on or before Monthly Renewal Date by Master Policyholder
- b) On ceasing the group Membership of a Member
- c) On death of the Member
- d) On Member reaching the maximum cover ceasing age
- e) On surrender of policy by Master Policyholder, provided the Member has not opted to continue the cover.
- f) In the event of forfeiture as specified in Para 6 above.

**8. SURRENDER OF A POLICY BY MASTER POLICYHOLDER:**

A policy under this plan will not acquire any surrender value. However, in case of surrender of the group policy by the Master Policyholder, the insurance cover of an individual Member shall be continued for the period towards which premiums have already been paid before date of surrender for the Member who expressly convey to continue the policy/ cover in writing.

**9. EXIT OF A MEMBER:**

In the event of a Member leaving the group of the Master Policyholder at any time after the entry of that Member. On Exit of a member, the Corporation shall refund the Unexpired Risk Premium Value, if any.

**10. TAXES:**

Statutory Taxes, if any, imposed on such insurance plans by the Government of India or any other constitutional Tax Authority of India shall be as per the Tax laws and the rate of tax as applicable from time to time.

The amount of applicable taxes as per the prevailing rates shall be payable by the Master policyholder/ member as the case may be on premiums payable under the policy, which shall be collected separately over and above in addition to the premiums payable by the policyholder. The amount of tax paid shall not be considered for the calculation of benefits payable under the plan.

**11. GRACE PERIOD FOR PREMIUM PAYMENT:**

Grace Period shall not be applicable under this plan.

## **12. REVIVAL OF POLICY:**

If the policy has lapsed, it may be revived within 15 days from the date of first unpaid premium on payment of arrears of premium together with interest (compounding half-yearly) at such rate as may be prevailing at the time of the payment.

The rate of interest applicable for revival under this product for every 12 months' period from 1st April to 31st March shall not exceed 10 year G-sec rate p.a. compounding half yearly as at the last trading day of previous financial year plus 300 basis points. For the period of 1st April 2025 to 31<sup>st</sup> March 2026, the interest rate applicable for revival is 9.50% p.a.

The Corporation reserves the right to accept or decline the revival of a discontinued policy. The revival of a discontinued policy shall take effect only after the same is approved, accepted and revival receipt is issued by the Corporation.

## **13. REVIEWABILITY OF PREMIUM:**

Under this plan, on each policy anniversary of the date of commencement of the policy, the premium will be reviewed based on the past mortality experience of the policy. The premium rates may be adjusted upward or downward based on past experience.

## **14. SUICIDE EXCLUSION:**

In case of death of a member (whether sane or insane) due to suicide, at any time within 12 months from the date of commencement or date of revival of the policy or date of entry of the member into the scheme whichever is later, nominee or beneficiary of the Member shall be entitled to 80% of the premium paid during the Period of Cover (excluding extra premium and taxes if collected explicitly) in respect of that member provided the policy is in force.

This clause is applicable for voluntary Schemes under Employer- Employee groups and all the Schemes under Non Employer- Employee groups.

## **15. FREE LOOK PERIOD:**

Free look period shall not be applicable under this plan.

## **16. GRIEVANCE REDRESSAL MECHANISM:**

### **Of the Corporation:**

The Corporation has Grievance Redressal Officers (GROs) at Branch/ Divisional/ Zonal/ Central Office to redress grievances of customers. The customers can visit our website (<https://licindia.in/web/guest/grievances>) for names and contact details of the GROs and other information related to grievances.

For ensuring quick redressal of customer grievances the Corporation has introduced Customer friendly Integrated Complaint Management System through our Customer Portal (website) <http://www.licindia.in>, where a registered policy holder can directly register complaint/ grievance and track its status. Customers can also contact at e-mail id [co\\_complaints@licindia.com](mailto:co_complaints@licindia.com) for redressal of any grievances.

Claimants not satisfied with the decision of death claim repudiation have the option of referring their cases for review to Zonal Office Claims Dispute Redressal Committee or Central Office Claims Dispute Redressal Committee. A retired High Court/ District Court Judge is Member of each of the Claims Dispute Redressal Committees.

## **Of IRDAI:**

In case the customer is not satisfied with the response or does not receive a response from us within 15 days, then the customer may approach the Grievance Cell of the IRDAI through any of the following modes:

- Calling Toll Free Number 155255 / 18004254732 (i.e. IRDAI Grievance Call Centre (BIMA BHAROSA SHIKAYAT NIVARAN KENDRA))
- Sending an email to [complaints@irdai.gov.in](mailto:complaints@irdai.gov.in)
- Register the complaint online at <https://bimabharosa.irdai.gov.in/>
- Address for sending the complaint through courier / letter:  
General Manager, Policyholders Protection and Grievance Redressal Department,  
Insurance Regulatory and Development Authority of India, Survey No.115/1,  
Financial District, Nanakramguda, Gachibowli, Hyderabad-500032, Telangana.

## **Of Ombudsman:**

For redressal of Claims related grievances, claimants can also approach Insurance Ombudsman who provides for low cost and speedy arbitration to customers.

## **SECTION 45 OF INSURANCE ACT, 1938:**

The provision of Section 45 of the Insurance Act, 1938 shall be applicable as amended from time to time. The current provision is as under:

(1) No policy of life insurance shall be called in question on any ground whatsoever after the expiry of three years from the date of the policy, i.e. from the date of issuance of the policy or the date of commencement of risk or the date of revival of the policy or the date of the rider to the policy, whichever is later.

(2) A policy of life insurance may be called in question at any time within three years from the date of issuance of the policy or the date of commencement of risk or the date of revival of the policy or the date of the rider to the policy, whichever is later on the ground of fraud:

Provided that the insurer shall have to communicate in writing to the insured or the legal representatives or nominees or assignees of the insured the grounds and materials on which such decision is based.

Explanation I- For the purposes of this sub-section, the expression "fraud" means any of the following acts committed by the insured or by his agent, with the intent to deceive the insurer or to induce the insurer to issue a life insurance policy:

- (a) the suggestion, as a fact of that which is not true and which the insured does not believe to be true;
- (b) the active concealment of a fact by the insured having knowledge or belief of the fact;
- (c) any other act fitted to deceive; and
- (d) any such act or omission as the law specially declares to be fraudulent.

Explanation II- Mere silence as to facts likely to affect the assessment of the risk by the insurer is not fraud, unless the circumstances of the case are such that regard being had to them, it is the duty of the insured or his agent, keeping silence to speak, or unless his silence is, in itself, equivalent to speak.

(3) Notwithstanding anything contained in subsection (2), no insurer shall repudiate a life insurance policy on the ground of fraud if the insured can prove that the misstatement of or suppression of a material fact was true to the best of his knowledge and belief or that there was no deliberate intention to suppress the fact or that such misstatement of or suppression of a material fact are within the knowledge of the insurer:

Provided that in case of fraud, the onus of disproving lies upon the beneficiaries, in case the policyholder is not alive.

Explanation – A person who solicits and negotiates a contract of insurance shall be deemed for the purpose of the formation of the contract, to be the agent of the insurer.

(4) A policy of life insurance may be called in question at any time within three years from the date of issuance of the policy or the date of commencement of risk or the date of revival of the policy or the date of the rider to the policy, whichever is later, on the ground that any statement of or suppression of a fact material to the expectancy of the life of the insured was incorrectly made in the proposal or other document on the basis of which the policy was issued or revived or rider issued:

Provided that the insurer shall have to communicate in writing to the insured or the legal representatives or nominees or assignees of the insured the grounds and materials on which such decision to repudiate the policy of life insurance is based:

Provided further that in case of repudiation of the policy on the ground of misstatement or suppression of a material fact, and not on the ground of fraud the premiums collected on the policy till the date of repudiation shall be paid to the insured or the legal representatives or nominees or assignees of the insured within a period of ninety days from the date of such repudiation.

Explanation - For the purposes of this sub-section, the misstatement of or suppression of fact shall not be considered material unless it has a direct bearing on the risk undertaken by the insurer, the onus is on the insurer to show that had the insurer been aware of the said fact no life insurance policy would have been issued to the insured.

(5) 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.

**PROHIBITION OF REBATES (SECTION 41 OF INSURANCE ACT, 1938):**

- 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.

Various Sections of the Insurance Act, 1938, applicable to LIC to apply as amended from time to time.

This product brochure gives only salient features of the plan. For further details please refer to the Policy document on our website [www.licindia.in](http://www.licindia.in) or contact our nearest Branch Office.

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

IRDAI or its officials do not involved in activities of insurance business like selling insurance policies, announcing bonus or investment of premiums, refund of amounts. Policyholders or the prospects receiving such phone calls are requested to lodge a police complaint.

**LIFE INSURANCE CORPORATION OF INDIA**

“Life Insurance Corporation of India” was established on 1<sup>st</sup> September, 1956 under Life Insurance Corporation Act, 1956, with the objective of spreading life insurance more widely, in particular to the rural areas with a view to reaching all insurable persons in the country and providing them adequate financial cover against insured events. LIC continues to be the important life insurer even in the liberalized scenario of Indian insurance and is moving fast on a new growth trajectory surpassing its own past records. In its existence of over six decades, LIC has grown from strength to strength in various areas of operation.

Registered Office:  
Life Insurance Corporation of India  
Central Office, Yogakshema,  
Jeevan Bima Marg,  
Mumbai-400021  
Website: [www.licindia.in](http://www.licindia.in)  
Registration Number: 512

**(Ajay Kumar Srivastava)**  
**Appointed Actuary**

**(Hemant Buch)**  
**ED (MBAC)**  
**Chairperson of PMC**