Group Asset Secure

A Non-Linked Non-Participating Group Pure Risk Premium Credit Life Insurance Plan

UIN: 136N082V02

“This document is strictly for internal training purposes only and is not to be used for soliciting business”

Version : Sep’24

Abbreviations used

COI
- Certificate of Insurance

SA
- Sum Assured

ADB
- Accidental death Benefit

ATPD
- Accidental Total & Permanent Disability

CI
- Critical Illness

TI
- Terminal Illness

BAUP
- Company’s Board Approved Underwriting Policy

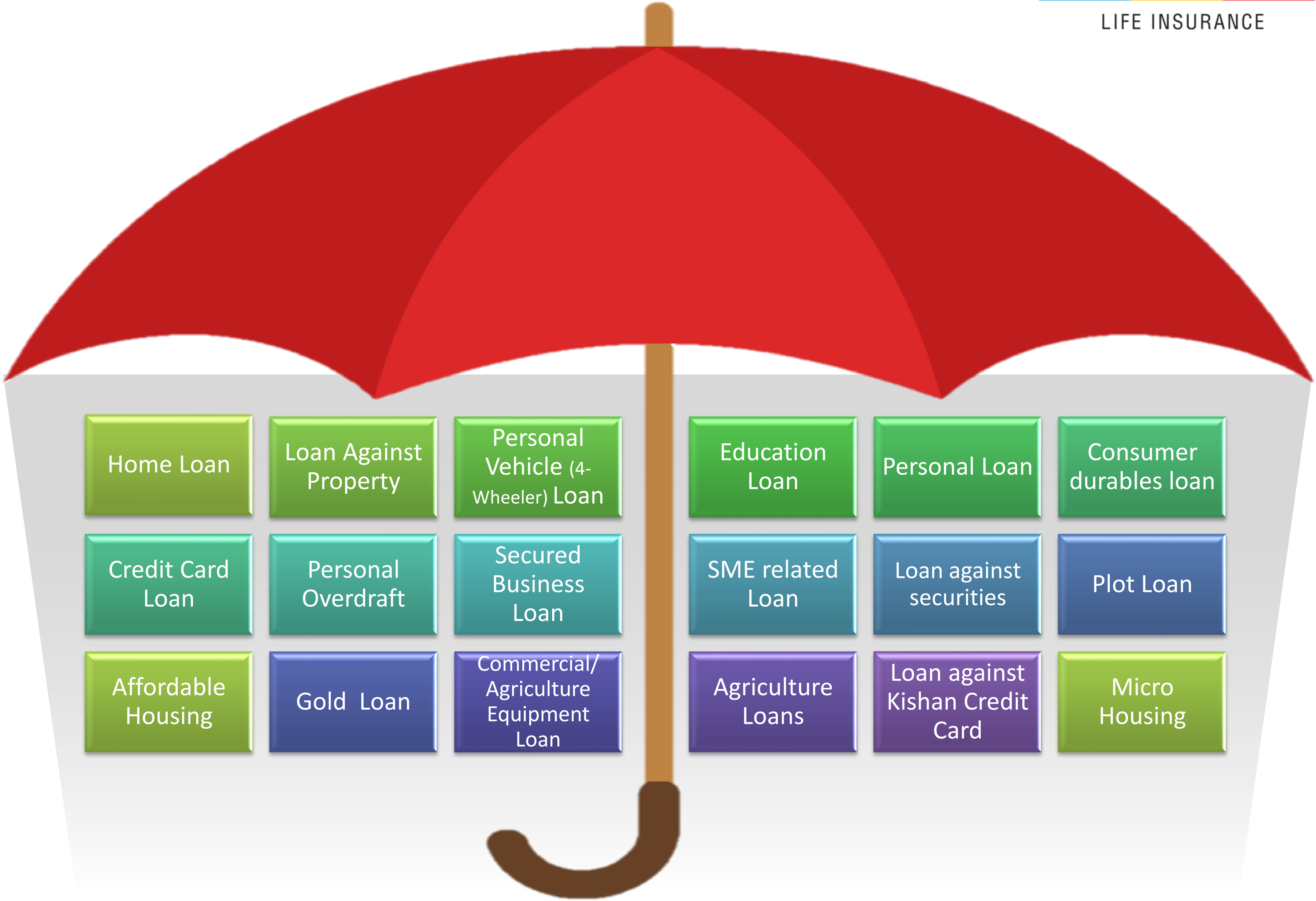
PPT
- Premium Payment Term

CT
- Coverage Term

Key Benefits

- Holistic coverage which offers financial protection against Death, Terminal Illness (TI), Critical Illness (CI), Accidental Death and Accidental Total & Permanent Disability (ATPD) in 12 different Coverage Options
- Option to receive Accidental Death Benefit amount in equal monthly installments over 60 months
- Choice of Level and Reducing Plan options
- Coverage for loans with moratorium period ranging from 6 months to 7 years
- Flexibility to include Joint Borrowers (up to 3)
- Reduced premium with Discounts for female lives and joint borrowers
- Flexible coverage term ranging from 1 month to 40 years
- Convenient payment options – Single pay , Regular Pay, Limited pay
- Option to cover upto 120% of outstanding loan amount

Types of Loans that can be covered

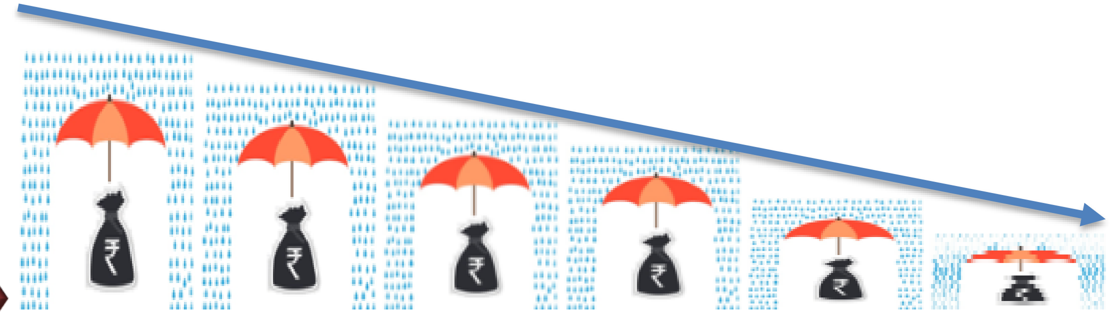


Plan Options

Choose suitable plan option to align with loan liability

Reducing Cover

- Initial SA will reduce over the coverage term on monthly basis as per COI* issued
- Reduction in Sum Assured pattern during the term of coverage is fixed at the time of issuance of COI*

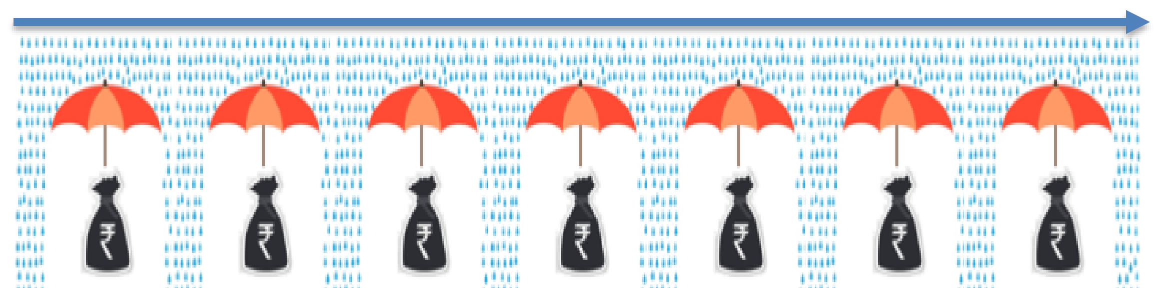


Reducing Sum Assured

Can be opted when the expected Average Sum Assured under the scheme/group is greater than or equal to 1,00,000

Level Cover

- SA will remain constant over the coverage term
- Can be offered for **Interest Only loans**
- If premium payment option is regular, then only Level Cover option is available



Level Sum Assured

When the expected average Sum Assured under the scheme/group is below 1,00,000, only Level Cover Option will be offered to all the Members of the scheme/group even if the loan is not an interest only loan.

- *Company's liability under the Policy shall be limited to the extent of Sum Assured as applicable at the time of Death/ Accidental Death/ TI/ CI/ ATPD (basis chosen Coverage Option)*

**COI – Certificate of Insurance*

Moratorium Period

360° loan protection from adversities

Moratorium period refers to a period of time that is agreed on between the lender and the borrower during which no EMI is to be paid by the borrower.

Moratorium Period

Minimum Moratorium Period : 6 months

Maximum Moratorium Period : 7 years

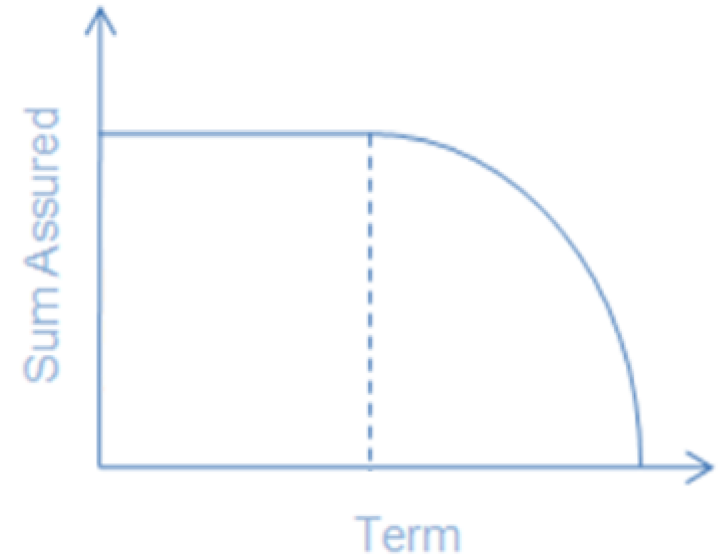
Moratorium Period will be in multiples of 6 months and maximum up to 7 years

Coverage Options during Moratorium Period

Leave no gap in providing financial security to your dear ones

Constant

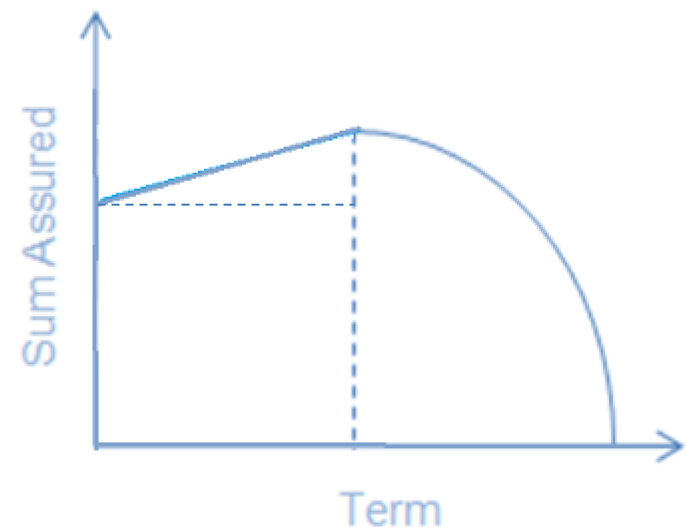
- **Sum Assured remain unchanged** up to the end of moratorium period
- Thereafter SA reduce on a monthly basis as specified in the COI.



Applicable where in interest is payable during the moratorium period.

Increasing

- **Sum Assured increase** to the extent of the outstanding interest during the moratorium period
- Thereafter SA reduce on a monthly basis as specified in the COI.

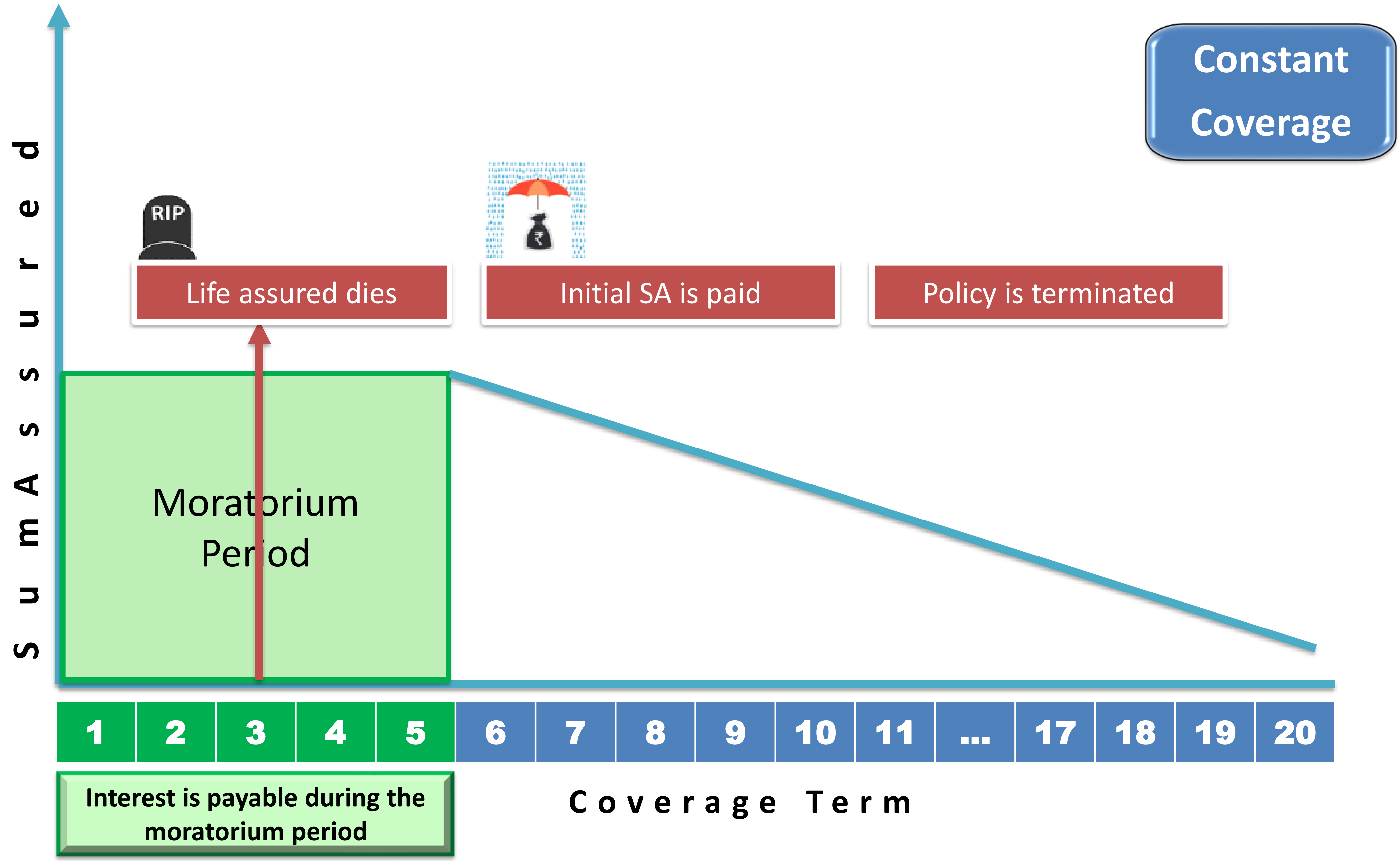


Applicable where in interest is NOT payable during the moratorium period

- *Master Policyholder has the option to choose one or both of the moratorium options*

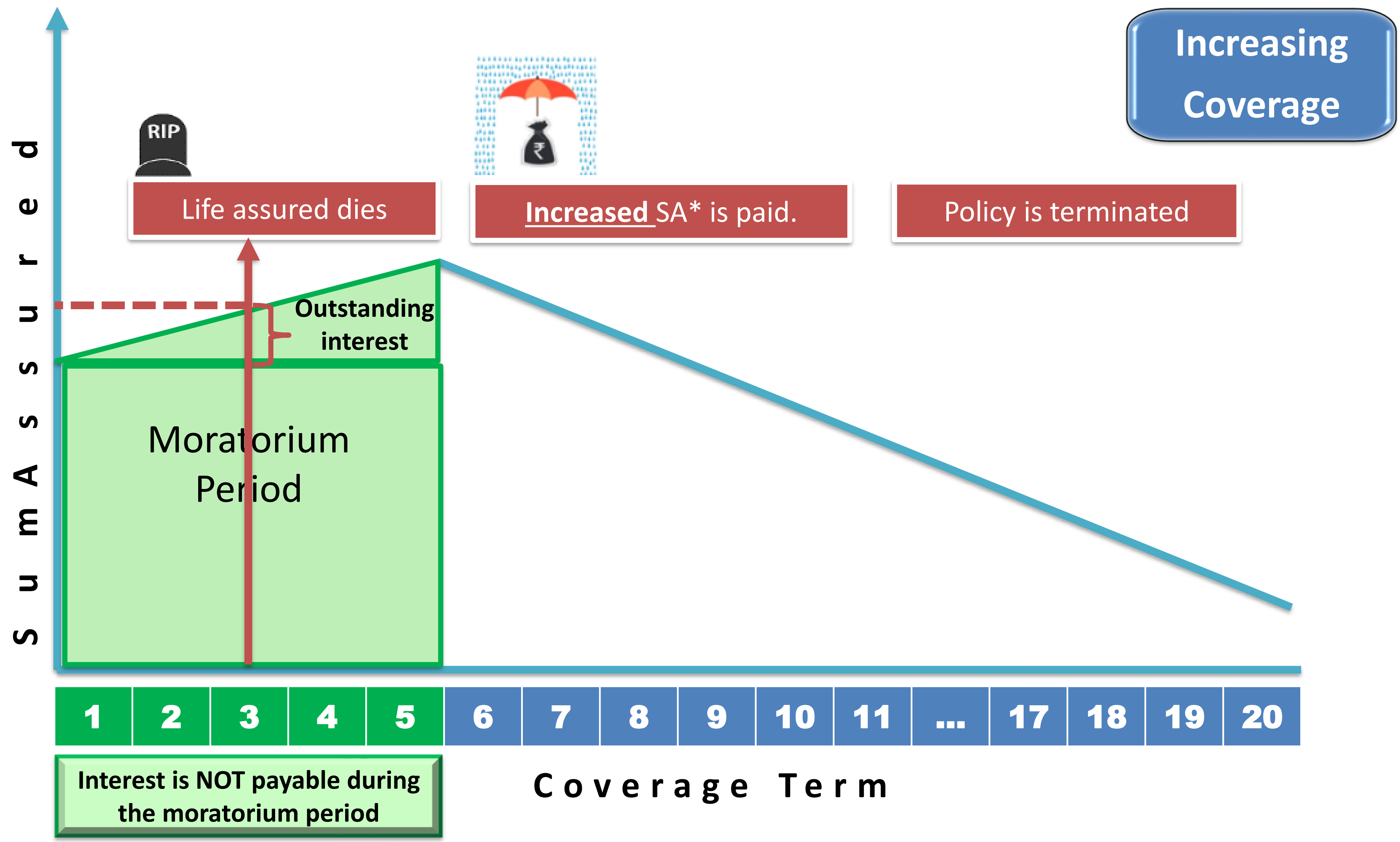
Death Benefit - Moratorium Period

Illustrative Example



Death Benefit - Moratorium Period

Illustrative Example



*Increased SA includes Initial SA and outstanding interest

Coverage with Moratorium Period

Points to keep in mind

- Coverage term will also include the moratorium period
- Allowed under Reducing Cover option only
- Premium will be payable from the policy inception irrespective of whether loan EMI has started or not

Joint Life Option

Protection up to 3 Joint borrowers at affordable cost

Option 1 : Joint Life Basis

Each of the joint borrowers will be insured for 100% of Sum Assured

In case claim is paid for one co-borrower, Insurance Coverage **terminates** for the surviving joint borrower(s)

Option 2 : Joint Life Loan share Basis

The Sum Assured will be split between the joint borrowers in the ratio of the loan as stated in the COI

In case claim is paid for one co-borrower, Insurance Coverage **continues** for the surviving joint borrower(s)

- A maximum of 3 Joint Borrowers may be allowed
- All joint borrowers must opt for same Premium Payment Term, Coverage Term, Plan Option, Moratorium Option, Moratorium Period and Coverage Option.

Death Benefit - Joint Life Option

Illustrative example

Option 1

Joint Life Basis, Joint loan amount : 10 lacs

Life 1 dies

SA* is paid

Policy terminated

1	2	3	4	5	6	7	8	9	10

Life 1 : Initial SA is 10 Lacs

Life 2 : Initial SA is 10 Lacs

Insurance Coverage **terminates** for Life 2

*SA as per loan schedule

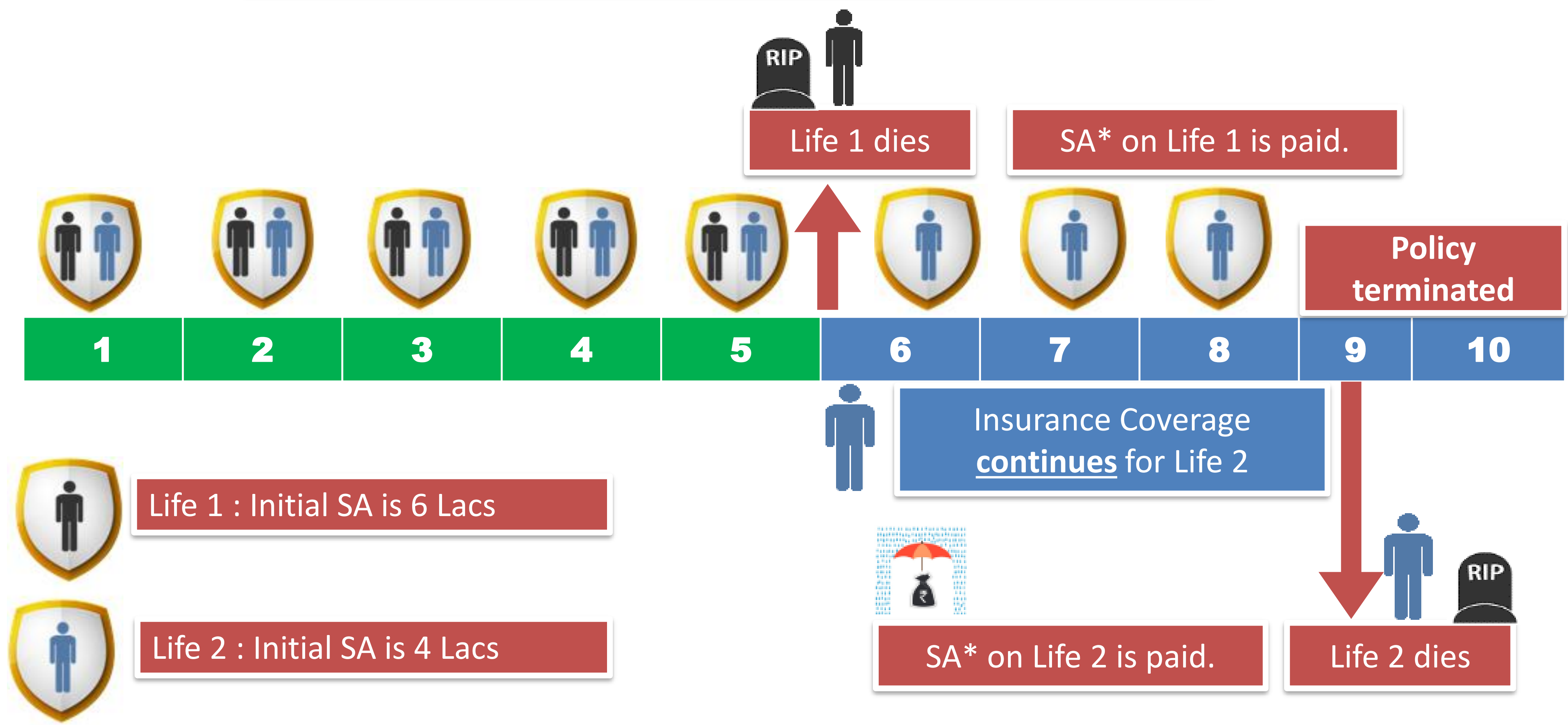
Death Benefit - Joint Life Option

Illustrative example

Option 2

Joint Life Loan Share Basis, Joint loan amount : 10 lacs

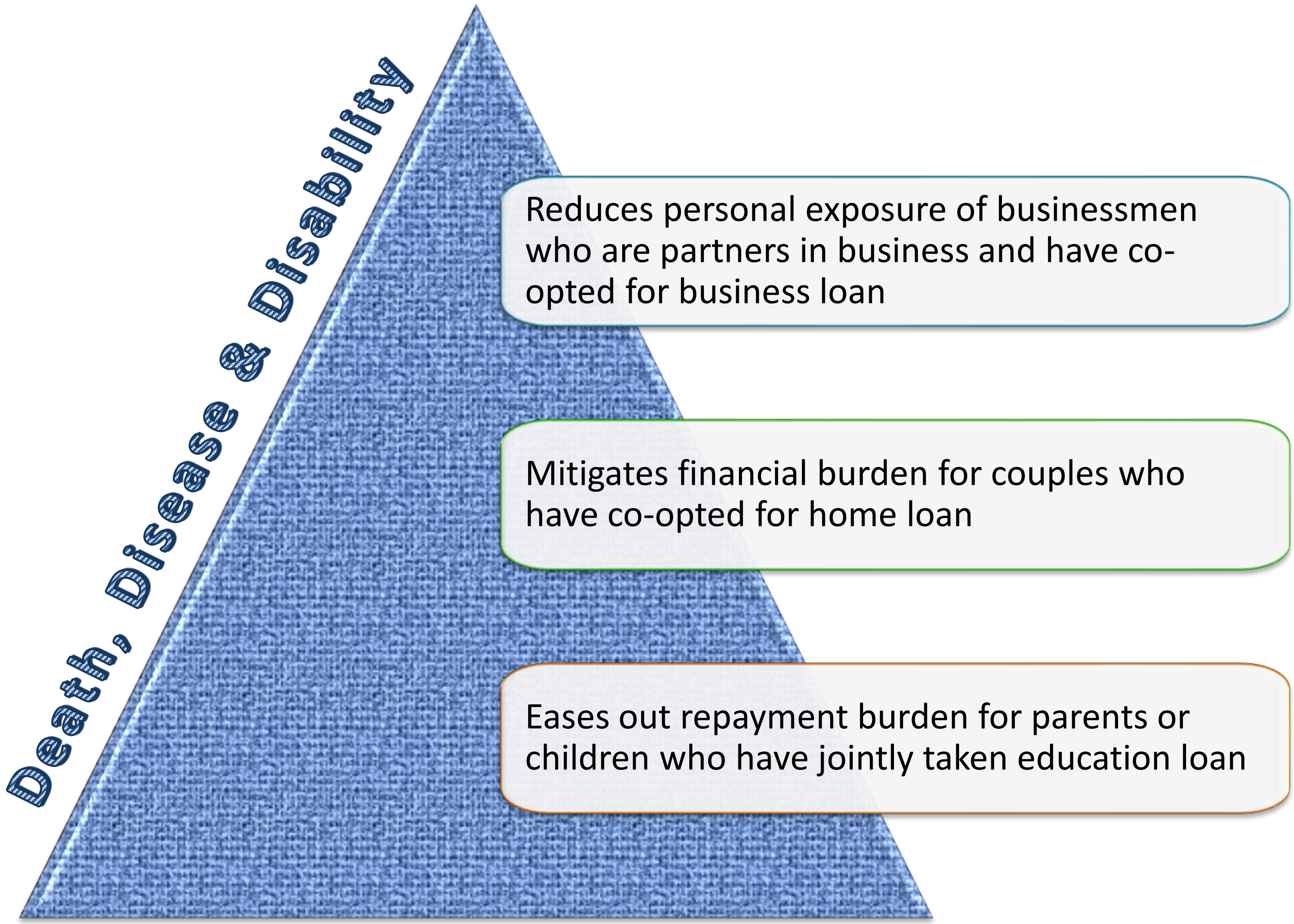
Let the loan be split between the joint lives in the ratio 60%, 40%



*SA as per COI

Joint Life Option - Benefits

Safeguard for co-borrower(s) in case of unfortunate events with other borrower(s)



Coverages

40 CIs conditions are covered

12 Coverage Options

Sr. No.	Coverage Option	Sr. No.	Coverage Option
1.	Death only	7.	Death, ATPD & ADB Option
2.	Death & ATPD option	8.	Death , ATPD & TI Option
3.	Death & ADB Option	9.	Death, ADB & CI Option (with Coverage Term upto 5 years)
4.	Death & CI Option- (with Coverage Term upto 5 years)	10.	Death, ADB & CI Option (with Coverage Term from 6 to 10 years)
5.	Death & CI Option- (with Coverage Term from 6 to 10 years)	11.	Death, ADB & TI Option
6.	Death & TI Option	12.	Death, ATPD, ADB & TI Option

12 Coverage Options

- Master Policyholder can select either one or more of Coverage Options

- Member can choose any one of the Coverage Options from the options selected by the Master Policyholder

Maturity/ Paid Up/Survival Benefit

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There is NO Maturity/Survival/Paid up benefit in this pure protection plan

Entry and Cover Ceasing Age

Wider age bracket to take care of your protection needs even at higher ages

Death Only – Base Coverage

Entry Age

Minimum : 18 years

(12 years for Education Loan)

Maximum : 75 years

Maximum Coverage Age

80 years

Death and Other Coverage Options

Entry Age

Minimum : 18 years

Maximum : 70 years

Maximum Coverage Age

75 years

- ❑ Age as on Last Birthday will be considered for calculating Entry Age
- ❑ In the case of Joint-life policies, oldest Insured Member age will be considered

Coverage Term & Premium Payment Term Options

Choose Coverage period and payment term as per requirements

Premium Payment Term Option	Coverage Term
Single Premium	1 month to 40 years
Limited Premium (5 Years PPT)	6 to 40 years
Limited Premium (10 Years PPT)	11 to 40 years
Regular Premium	5 to 40 years

- The Coverage Term shall be same as the loan term/ outstanding loan term for new/ existing loans respectively, however it can be higher/lower where opted by the customer to suit his/her needs.
- Regular Pay is NOT available with Reducing Cover plan option.

Coverage Term allowed as per Premium Payment Term

PPT Option	Coverage Options	Coverage Term
Single Premium	All Coverage options **EXCEPT** following options will be applicable for coverage term up to 11 months : × Death & CI Option (with Coverage Term upto 5 years) × Death, ADB & CI Option (with Coverage Term upto 5 years	1 month to 23 months
	All Coverage options	2 years to 40 years
Limited Premium (5 Years PPT)	All Coverage Options **EXCEPT** following options will be applicable for maximum coverage term up to 5 years : × Death & CI Option (with Coverage Term upto 5 years) × Death, ADB & CI Option (with Coverage Term upto 5 years)	6 years to 40 years
Limited Premium (10 Years PPT)	All Coverage Options **EXCEPT** the following: × Death & CI Option (with Coverage Term upto 5 years) × Death & CI Option (with Coverage Term from 6 to 10 years) × Death, ADB & CI Option (with Coverage Term upto 5 years) × Death, ADB & CI Option (with Coverage Term from 6 to 10 years)	11 years to 40 years
Regular Premium	All Coverage Options	5 to 40 years

Premium Payment mode

Choose premium payment frequency as per convenience

Premium Payment Mode

- For **Regular/Limited Premium Payment options**
  - **Yearly/Half-yearly/Quarterly**
  - **Monthly** mode
    - Only NACH/SI allowed
    - 3 months' premiums to collected in advance at coverage inception

Minimum Premium

(Depends on)

- ✓ Plan Option (Level/Reducing),
- ✓ Coverage options
- ✓ Loan type
- ✓ Benefits chosen
- ✓ Sum Assured
- ✓ Coverage Term
- ✓ Age
- ✓ Mortality rating
- ✓ Interest rate
- ✓ Moratorium period
- ✓ Premium payment option
- ✓ Premium payment mode etc.

- ❑ For modes other than the yearly mode, instalment premiums shall be calculated as given below:
  - **Half-yearly premium : Annual premium * 0.51**
  - **Quarterly premium : Annual premium * 0.26**
  - **Monthly premium : Annual premium * 0.09**

- ❑ **Flexibility to change Premium Payment Mode anytime during the Premium Payment Term**, subject to giving us a notice at least 60 days before the end of next Premium due date.

Sum Assured

Assurance of Loan Protection and peace of mind

Min SA : 10,000

Maximum SA depends on Coverage Option chosen

No Limit*
- Death Only – base coverage
- Death + Terminal Illness (TI)

3,00,00,000
- Death + ADB
- Death + ATPD
- Death + ADB + ATPD
- Death + ADB + TI
- Death + ATPD + TI
- Death + ADB + ATPD + TI

1,00,00,000
- Death + CI (with Coverage Term upto 5yrs)
- Death + CI (with Coverage Term from 6 yrs to 10 yrs)
- Death + ADB + CI (with Coverage Term upto 5yrs)
- Death + ADB + CI (with Coverage Term from 6 yrs to 10 yr)

*As per *BAUP which refers to the Company's Board Approved Underwriting Policy*

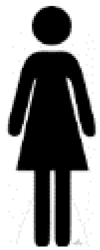
ADB : Accidental Death Benefit
ATPD : Accidental Total & Permanent Disability
CI : Critical Illness
TI : Terminal Illness

Group Size

- **Minimum number of members :** 50 (at Master policy issuance stage)
- **Maximum** : No limit

Discount

Benefit of Reduced Premium



Female Lives: Premium to be set back by 3 years

Joint Borrower Discount: (only applicable for Joint Life basis - coverage for 100% of the loan amount – first death basis)

Youngest joint borrower will get Discount as per below table:

Discount (%age of premium) on youngest life assured		
Premium payment option	**Two lives**	**Three lives**
Single Premium/Regular Premium/Limited Premium	3%	8%

Lapse

Exposing loved ones to RISK of unpaid loan due to unfavorable events

For Regular/Limited premium, **if premiums are not paid within the grace period**, the cover for the Life Assured will lapse

No coverage will be provided after the grace period in case the cover lapses. **No benefit** shall be payable upon occurrence of Insured event

- ❑ Grace Period is 30 days for Yearly/Half-yearly/Quarterly mode and15 days for Monthly mode
- ❑ During the grace period, the Insured Member's cover will remain in-force
- ❑ If the contingent event (applicable as per the chosen Coverage Option) occurs during the grace period, benefit will be paid after deducting the due unpaid Premium in respect of the Insured Member

Revival

Keep up the RISK cover!

The insured person can revive the policy coverage within 5 years from due date of first unpaid premium

- To revive the insurance coverage, all past due premiums need to be paid along with applicable interest rate as defined by the Company from time to time
- The applicable interest rate for the financial year 2024-25 is 7.5% per annum.
- In case of Joint Life Options, the revival should be done for all joint lives/co-borrowers
- To revive the cover, the insured person should also submit a revival request together with individual evidence of health to the satisfaction of the company, as per the Company's BAUP
- Insurance cover which is not revived by the end of the revival period, will be terminated
- Company may, at its absolute discretion accept or decline the request for revival of the lapsed cover, or accept the request for revival on such terms and conditions as it deems fit, as per the Company's BAUP
- Post revival of the insurance coverage, the product benefits would be reinstated to the full level as if the insurance coverage never acquired the Lapse status

Surrender by Insured Member(s)

Single Premium payment option

- Surrender **any time**
- **Payable from First Coverage Year**

Limited Premium payment option

- Surrender **after paying all due premiums** as per PPT
- **Payable** after **all due Premiums** have been paid

Regular Premium payment option

- Surrender **any time**
- **No surrender benefit** is payable

For surrendering coverage during PPT in Limited Premium Option without paying all the due premiums (provided premiums due for first 2 consecutive years are paid) , Early Exit Value will payable

Surrender Value

Loss of Benefits

Surrender value payable will be as per the formula below:

Single Premium	$80\% \times Single\ Premium\ (excluding\ underwriting\ extra\ Premium, if\ any) \times \left[\frac{Unexpired\ Term}{Coverage\ Term}\right] \times \left[\frac{\{Sum\ Assured\ (as\ per\ the\ defined\ schedule\ in\ the\ COI), at\ time\ t\}}{initial\ Sum\ Assured}\right]$
Limited Premium~ (5 or 10 yrs PPT)	$80\% \times Total\ Premiums\ Paid\ (excluding\ underwriting\ extra\ Premium, if\ any) \times \left[\frac{Unexpired\ Term}{Coverage\ Term}\right] \times \left[\frac{\{Sum\ Assured\ (as\ per\ the\ defined\ schedule\ in\ the\ COI), at\ time\ t\}}{initial\ Sum\ Assured}\right]$

Where
* t = time of surrender
^ Total Premiums paid/Single Premium (excluding UW extra premium , if any)
# Sum Assured (as per the defined schedule specified in the COI), at time t
** Sum Assured as on Risk Commencement Date
~ Applicable when surrender happens after paying all due premiums as per PPT

- Total Premiums Paid means total of all the premiums received, excluding any rider premiums and taxes.
- Single Premium is the premium payment made in lump sum at the inception of the Coverage, excluding any rider premiums and taxes.
- Unexpired Term shall be the Coverage Term less the duration expired as completed months since the inception of the Coverage.
- The Factor of 80% may be revised in the future with prior approval of the Authority

Early Exit Value

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Provided first 2 years due premiums should have been paid	
Limited Premium (5 or 10 yrs PPT)	$A \times Total\ Premiums\ Paid\ (excluding\ underwriting\ extra\ Premium, if\ any) \times \left[\frac{Unexpired\ Term}{Coverage\ Term}\right] \times \left[\frac{\{Sum\ Assured\ (as\ per\ the\ defined\ schedule\ in\ the\ COI), at\ time\ t\}}{initial\ Sum\ Assured}\right]$

Early exit value is NOT applicable for Regular Premium Policies

Where
~ A is Early Exit Value factor (varies by no. of complete years for which premiums have been paid
* t = time of surrender
^ Premiums paid/Single Premium (excluding UW extra premium , if any)
# Sum Assured (as per the defined schedule specified in the COI), at time t
** Sum Assured as on Risk Commencement Date

- Factor A may be revised in the future with prior approval of the Authority.
- Unexpired Term shall be the Coverage Term less the duration expired as completed months since the inception of the Coverage.

Surrender/Termination of Master Policy

- Master Policyholder or the Company can terminate the Master Policy at any time by providing 90 days' prior written notice
- Upon such termination of the Master Policy, no new Eligible Members will be accepted by Us
- Existing Insured Member(s) will have the option **to continue the Insurance Coverage** on an individual basis on same terms and condition till the expiry of the Coverage End Date or to submit the request for surrender of Insurance Coverage
- Company will continue to service such members till their coverage is terminated
- If Insured Member chooses to surrender his Insurance Coverage, the benefit will be paid as per Surrender clause

Termination of Insurance Coverage

Insurance Coverage under the Master Policy of an Insured Member shall terminate automatically on the occurrence of earliest of the following:

- At the Coverage End Date
- Date of payment of surrender value
- Policy acquiring Lapsed Status
- Exercising the Free-look Cancellation Option
- Date on which the Master Policy is terminated as per terms & conditions
- Insured Member ceases to be an Eligible Member
- <u>Single Borrower :</u> Date of occurrence or claim admission for an Insured Event
- <u>Joint Life Basis option :</u> If the claim is admitted for occurrence of an Insured Event on the life of one Insured Member/joint borrower, then the Insurance coverage will terminate for the surviving/unaffected Insured Member/joint borrower(s)
- <u>Joint Life Loan Share Basis option :</u> If the claim is admitted on occurrence of an Insured Event on the life of one Insured Member/joint borrower, then the Insurance Coverage shall terminate only such Insured Member. However, the Insurance Coverage shall continue for the remaining Insured Member(s)/surviving/unaffected co-borrower(s) to the extent of their share(s) and at the same Premium as per COI

Exclusions

Death of Insured Member due to Suicide

- Within one year from the date of commencement of the Risk cover, the Company shall refund 80% of the premiums paid till the date of death or the respective Surrender Value/ Early Exit Value available as on the date of death, whichever is higher, provided the coverage is in-force.
- From the date of reinstatement of cover, the Company shall pay higher of 80% of the premiums paid till the date of death or the surrender value/Early Exit Value as available on the date of the death, and all coverage for that member will automatically cease.
- Under Joint life basis or Joint life Loan Share basis, the insurance cover will continue for the surviving / unaffected borrower(s).

Critical Illness, Terminal Illness, Accidental Total & Permanent Disability and Accidental Death

- Exclusions for Critical Illness, Terminal Illness, Accidental Total & Permanent Disability and Accidental death is mentioned in product brochure and sample policy contract available on our website

Payment of Benefit

Sum Assured payable on Contingency

Financial protection against 3 Ds – Death, Disease, Disability

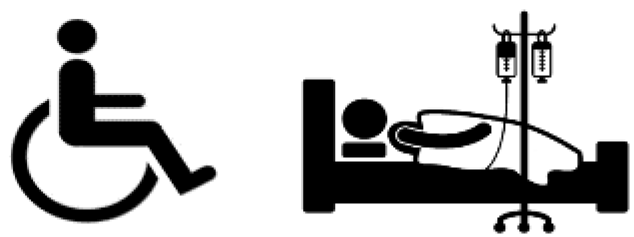
ENHANCED PROTECTION

Accidental Death Benefit

Accidental Death Benefit Sum Assured + Death Benefit Sum Assured

ADB is Additional Benefit which means that in case of accidental death, an additional amount (ADB Sum Assured) will also be payable in addition to Death Sum Assured

COMPREHENSIVE PROTECTION



ATPD, CI or TI Benefit = 100% of SA paid (whichever is earlier). Policy will be terminated.

ATPD, CI & TI are Accelerated Benefit which means that on claim admission for any of these events, the Sum Assured (as applicable basis chosen Plan Option) will be paid and policy will terminate, no further benefit will be payable on occurrence of death of the member.

- ❑ Sum Assured payable on death of the Life Assured will be as per defined schedule specified in the COI
- ❑ Sum Assured payable for benefits such as ADB, ATPD, TI and CI will be same as the Sum Assured payable on death

ADB Sum Assured Payout Options

Maintain quality of life for the family – Choose lump sum payout or receive regular monthly income

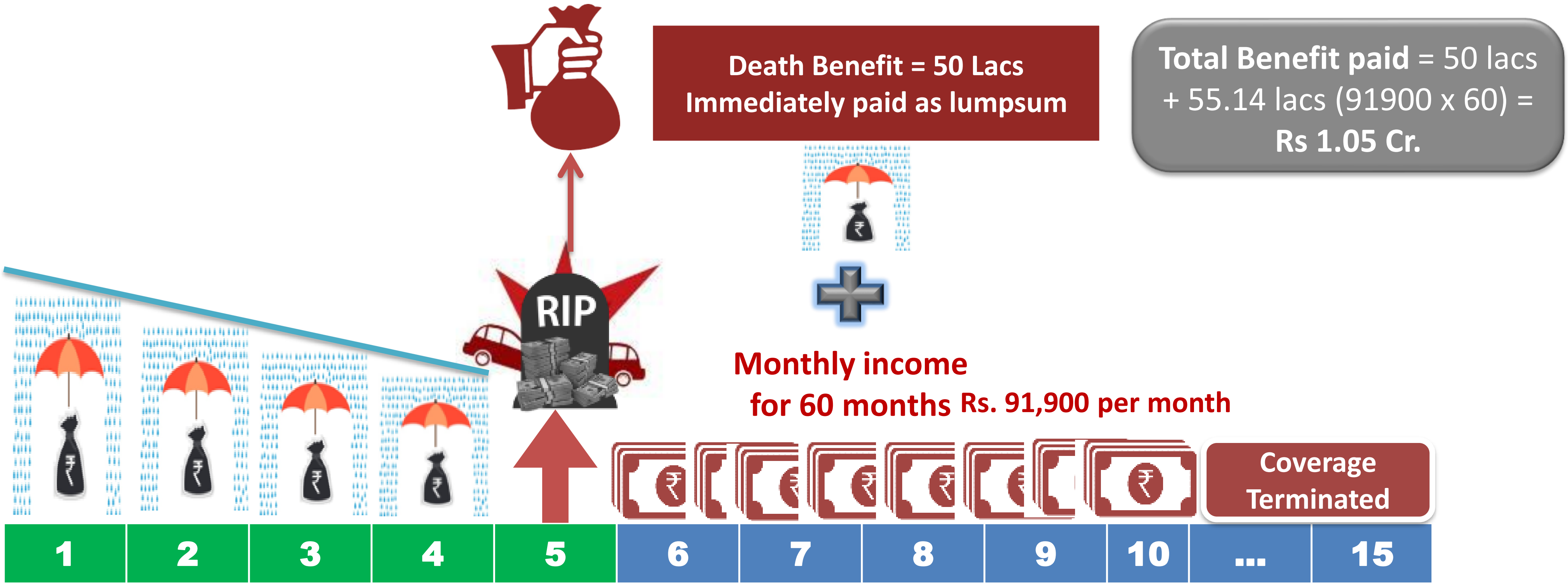
Paid out as <u>Lump Sum</u> in addition to Death Benefit Sum Assured

- **Paid out in <u>Equal Monthly Instalments over 60 months</u>**
- Monthly instalments will be based on a conversion factor of 18.38 per 1,000 of benefit amount payable as monthly instalments
- If ADB Sum Assured is less than 3,00,000, then same shall be paid as lump sum instead of equal monthly instalments

- ❑ Available only if the chosen coverage options includes the ADB cover
- ❑ Sum Assured for ADB benefit will be as per COI schedule for Level/Reducing cover
- ❑ Benefit is also available for **Joint Borrower option**.
- ❑ Only the amount payable for Accidental Death Benefit is eligible for monthly payout option – SA/Benefit payable against Death Benefit is not eligible to be clubbed with monthly payout option.

Accidental Death Benefit

Monthly Income Benefit Illustration



Coverage Term in years

For Example: If a member chooses– **Death & ADB option** with **Reducing cover** with **SA of 60 lac**, then in case of Accidental Death in 5th year, ADB Sum Assured can be paid as follows :

1. Rs. 50 lac as lump sum (reduced SA at the time of accidental death)
2. Rs. 91900 per month in monthly equated installments for next 60 month (conversion factor of 18.38 per Rs. 1000 of Sum Assured)

Disclaimer : illustrative figures only. Actual figures will differ.

Annexure

- Risk Commencement Date
- Benefits payable
- Free-look period
- Premium Payment conditions
- Conditions related to loans covered, Group Size and Other conditions
- ADB/ATPD/TI/CI Definitions and Exclusions

Risk Commencement date

Based on scheme rules, risk for the member will commence from a clearly identified date, which will be defined at master policy level and provided in the Certificate of Insurance (COI).

For example, Later of

- Loan disbursement date
- Date of decision by the Company's underwriters to accept the risk on the life of the Insured Member
- Date of realization of premium deposit by the Company

If member's age increases between the period from membership form date and underwriting acceptance date, extra premium as per revised age will be called for.

Benefit Payable – Summary 1/3

Coverage Option	Insured Event	How and when Benefits are payable	Size of such benefits/policy monies	Nature of cover
Death Only Option	Death	On Death of Insured Member, provided the Insurance Coverage is in-force at the time of the Insured Event.	**Level Cover:** Sum Assured as specified in the COI. **Reducing Cover:** Sum Assured as per the defined schedule specified in the COI.	**Single Life basis:** Benefit shall be paid for the deceased Insured Member and the Insurance Coverage will terminate. **Joint Life basis:** Benefit shall be paid for the deceased Insured Member and Insurance Coverage will terminate for the deceased Insured Member as well as for the remaining Insured Member(s). **Joint Life Loan Share basis:** Benefit shall be paid for the deceased Insured Member and his/her Insurance Coverage will terminate. However, the Insurance Coverage for the remaining Insured Member(s) shall continue till the occurrence of Insured Event or end of the Coverage Term, whichever is earlier.

Benefit Payable – Summary 2/3

Coverage Option	Insured Event	How and when Benefits are payable	Size of such benefits/policy monies	Nature of cover
Death & ADB or ATPD/CI/TI Option	Death or CI or ATDP or TI	On Death of Insured Member or diagnosis/ occurrence of TI/CI/ATPD on the life of Insured Member, whichever is earlier, provided the Insurance Coverage is in-force at the time of the Insured Event.	**Level Cover:** Sum Assured as specified in the COI. **In case of Accidental Death**, an additional ADB Sum Assured will be payable **Reducing Cover:** Sum Assured at the time of Insured Event, as per the defined schedule specified in the COI. **In case of Accidental Death,** an additional ADB Sum Assured will be payable at the time of death, as per the defined schedule specified in the COI.	**Single Life basis:** Benefit shall be paid for the deceased Insured Member and the Insurance Coverage will terminate. **Joint Life basis:** Benefit shall be paid for the deceased Insured Member and Insurance Coverage will terminate for the deceased Insured Member as well as for the remaining Insured Member(s). **Joint Life Loan Share basis:** Benefit shall be paid for the deceased Insured Member and his/her Insurance Coverage will terminate. However, the Insurance Coverage for the remaining Insured Member(s) shall continue till the occurrence of Insured Event or end of the Coverage Term, whichever is earlier.

Benefit Payable – Summary 3/3

Coverage Option	Insured Event	How and when Benefits are payable	Size of such benefits/policy monies	Nature of cover
Death & ATPD or CI or TI Option	Death or ATPD/TI/CI, whichever is earlier	On Death of Insured Member or diagnosis/occurrence of TI/CI/ATPD on the life of Insured Member, whichever is earlier, provided the Insurance Coverage is in-force at the time of the Insured Event.	**Level Cover:** Sum Assured as specified in the COI. **Reducing Cover:** Sum Assured at the time of Insured Event, as per the defined schedule specified in the COI.	**Single Life basis:** Benefit shall be paid for the deceased/affected Insured Member and Insurance Coverage will terminate. **Joint Life basis:** Benefit shall be paid for the life on which the Insured Event has occurred and Insurance Coverage will terminate for the deceased/affected Insured Member as well as for all the remaining Insured Member(s). **Joint Life Loan Share basis:** Benefit shall be paid for the life on which the Insured Event has occurred and his/her Insurance Coverage will terminate. However, the Insurance Coverage for all the remaining surviving/ unaffected Insured Member(s) shall continue till the occurrence of Insured Event or end of the Coverage Term, whichever is earlier.

Premium Payment - Conditions

Change in Premium Payment Mode :

- Premium Payment Modes available are yearly, half-yearly, quarterly or monthly.
- **Insured Member(s) can change Premium Payment Mode anytime during the Premium Payment Term, subject to giving Us a notice at least 60 days before the end of next Premium due date.**
- The change in Premium Payment Mode will be effective only on the next Premium due date following the receipt of such request subject to payment of due Premium(s) and application of modal factors.

Payment of Premiums before due date

- Insured Member will pay Premium at the frequency as specified by the Premium Payment Mode and for such Premium Payment Term as indicated in the COI at the respective due dates or before the end of Grace Period.
- **If any Premium is received before the due date**, We may keep such amount in an **advance Premium accoun**t and adjust such sum towards Premium on the applicable due date or refund such amount to You.
- **Collection of advance Premium shall be allowed within the same financial year** for the Premium due in that financial year. However, where the Premium due in one financial year is being collected in advance in earlier financial year, We may collect the same for a maximum period of three months in advance of the due date of the Premium.
- **Such advance Premium if any paid by Insured Member will not carry any interest.** The commission shall only be paid after adjustment of Premium on due date.
- For administrative purposes, in case of monthly mode policies, the Company may accept three months' premiums in advance at policy inception.

Freelook Period

- In case the Master Policyholder/ Insured Member does not agree with the terms and conditions of the Master Policy/ COI or otherwise and has not made any claim, they can opt for cancellation of the Master Policy/ COI by returning the Master Policy Document/ COI (if issued physically upon request) along with a written request stating the reasons for non-acceptance to the Company within the free-look period of 30 days from the date of receipt of the Master Policy Document/ COI, whether received electronically or otherwise (whichever is earlier).. In such a case the Master Policy/ Certificate of Insurance shall stand terminated with refund of premiums to the respective Insured Member(s). Formula to calculate the amount to be refunded is given below: Refund amount = Premium less (Pro-rata risk Premium plus stamp duty plus medical expenses, if any).

- In such a case the Master Policy/Certificate of Insurance shall stand terminated with refund of premiums to the respective Insured member/s.

- If refund request is accepted, no commission shall be payable. Commission if already paid, will be recovered.

- Under joint life basis or joint life loan share basis, the free-look cancellation request would be applicable for all the joint borrowers.

Other Conditions

- All the options/flexibilities mentioned in the product may or may not be available in the scheme depending upon the scheme rules.
- **Nomination** may be made in accordance with section 39 of the Insurance Act, 1938 .
  - In case of minor is designated, appointee has to be nominated.
- **Assignment** shall be as per Section 38 of the Insurance Act, 1938 as amended from time to time.
- **No loan** facility.
- **Tax benefits** are subject to prevailing tax laws as amended from time to time
- Goods and Services tax as applicable. Currently the **GST rate** (including cess(es), if any is **18%.** Different rate is applicable for Jammu & Kashmir. Stamp duty also differs.

Loans/Persons Covered – Conditions

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Interest Rate/Type : Not Applicable. Premium & Sum Assured schedule will be calculated on the basis of interest rate decided with master policyholder as per scheme rules. The interest rate points available are 0% to 40% in intervals of 0.5%

Both **new and existing loans** can be covered depending upon the scheme rules.

The application for the policy received beyond 8 months of the initial loan disbursement will be treated as existing loans.

Loans that can be covered : Home Loan, Loan Against Property, Education Loan, Personal Loan, Secure Business Loan, Vehicle Loan (Two/Three Wheeler Loan, 4 wheeler, Commercial Vehicle Loan), Gold Loan, Plot Loan, Consumer durables loan, SME related Loan (e.g. Working capital Loan), Commercial/Agriculture Equipment's Loan, Loan Against Securities, Personal Overdraft, Credit Card Loan, Agriculture Loans, Loan against Kishan Credit Card, etc.

A **Member** means a person who meets the eligibility criteria for grant of benefits under the Master Policy. A Member does not automatically become an Insured Member unless he / she fulfils the eligibility criteria & complies with all the requisite formalities for grant of insurance cover and the Company grants him / her an insurance cover & issues a Certificate of Insurance (COI).

The **Master Policyholder** would be responsible to administer the Master Policy on behalf of the insured members.

Financial institutions / banks / other lending institutions providing various types of loans or institutions / entities facilitating / administering loans on behalf of lending institutions on e-commerce platform or otherwise will be treated as the Master Policyholders under this product.

Accidental Death Benefit (ADB)

Definition for ADB

"Accident" means sudden, unforeseen and involuntary event caused by external, violent and visible means which occurs after the risk commencement date of the Policy and before the before the Coverage End Date'

"Accidental Death" means death of the insured which results directly and solely from an Accident and independently of any other causes AND which occurs within 180 days of the date of the Accident.

Pls Note: Accidental Death benefit will be paid even when the Accident occurs on the last day of the Coverage Term and death occurs after the Coverage End Date, but within 180 days of the date of the Accident.

ADB - Exclusions

Accidental Death arising directly or indirectly from any of the following are specifically excluded:

- The insured member taking part in any hazardous sport or pastimes (including hunting, mountaineering, racing, steeple chasing, bungee jumping, etc., any underwater or subterranean operation or activity and racing of any kind other than on foot.
- The insured member flying in any kind of aircraft, other than as a bonafide passenger (whether fare-paying or not) on an aircraft of a licensed airline.
- Self-inflicted injury, suicide or attempted suicide-whether sane or insane
- Under the influence or abuse of drugs, alcohol, narcotics or psychotropic substance not prescribed by a registered medical practitioner.
- Service in any military, air force, naval or paramilitary organization.
- War, civil commotion, invasion, terrorism, hostilities (whether war be declared or not).
- The insured member taking part in any strike, industrial dispute and riot.
- The insured member taking part in any criminal or illegal activity with criminal intent or committing any breach of law including involvement in any fight or affray.
- Exposure to Nuclear reaction, Biological, radiation or nuclear or chemical contamination.
- Physical handicap or mental infirmity.

Accidental Total and Permanent Disability (ATPD)

Canara HSBC LIFE INSURANCE

Definition for ATPD

The following definition of 'Accidental Total and Permanent Disability Benefit' is used within this plan

"**Accident**" means sudden, unforeseen and involuntary event caused by external, violent and visible means which occurs after the risk commencement date of the Policy and before the Coverage End Date.

"Accidental bodily injury" means bodily injury of the insured caused solely and directly from an Accident and independently of any other intervening causes AND which occurs within 180 days of the date of Accident.

"Accidental Total and Permanent Disability" (ATPD) shall mean the occurrence of any of the following conditions as a result of Accidental bodily injury:

- **Loss of use or Loss by severance of two or more limbs** at or above wrists or ankles. Limb means the whole hand at or above the wrist or the whole foot at or above the ankle. The diagnosis has to be confirmed by a Specialist.
- **"Loss of Sight"** shall mean total, permanent and irrecoverable loss of sight of both eyes. The blindness must be confirmed by an Ophthalmologist; loss of sight - means total, permanent and irreversible loss of all vision in both eyes as a result an Accident. The blindness is evidenced by :

  i. corrected visual acuity being 3/60 or less in both eyes or ;

  ii. the field of vision being less than 10 degrees in both eyes.

  The diagnosis of blindness must be confirmed and must not be correctable by aides or surgical procedures.
- **"Loss of Speech"** shall mean total and irrecoverable loss of the ability to speak as a result of injury to the vocal cords. The inability to speak must be established for a continuous period of 12 months. This diagnosis must be supported by medical evidence furnished by an Ear, Nose, Throat (ENT) specialist.
- **"Loss of Hearing"** shall mean total and irreversible loss of hearing in both ears as a result of Accident. This diagnosis must be supported by pure tone audiogram test and certified by an Ear, Nose and Throat (ENT) specialist. Total means "the loss of hearing to the extent that the loss is greater than 90 decibels across all frequencies of hearing" in both ears.

The above disability must have persisted for at least 6 consecutive months (except for "Loss of Speech" where the disability must be established for a continuous period of 12 months) and must, in the opinion of a registered Medical Practitioner appointed by the Company, be deemed total and permanent. The above mentioned 180 days period will not be applicable for disabilities due to Loss by severance.

Note: Benefit for Accidental Total & Permanent Disability (ATPD) will be paid even when the event, as defined above, occurs on the last day of the Coverage Term and the disability persists after the Coverage End Date for a period of at least 6/12 consecutive months, as applicable (subject to conditions defined above).

ATPD - Exclusions

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No benefit will be payable in respect of any of the conditions covered under the ATPD Cover, arising directly or indirectly from, through or in consequence of the following exclusions:

- The insured member taking part in any hazardous sport or pastimes (including hunting, mountaineering, racing, steeple chasing, bungee jumping, etc., any underwater or subterranean operation or activity and racing of any kind other than on foot.
- The insured member flying in any kind of aircraft, other than as a bonafide passenger (whether fare-paying or not) on an aircraft of a licensed airline.
- Self-inflicted injury, suicide or attempted suicide-whether sane or insane
- Under the influence or abuse of drugs, alcohol, narcotics or psychotropic substance not prescribed by a registered medical practitioner.
- Service in any military, air force, naval or paramilitary organization.
- War, civil commotion, invasion, terrorism, hostilities (whether war be declared or not).
- The insured member taking part in any strike, industrial dispute, riot.
- The insured member taking part in any criminal or illegal activity with criminal intent or committing any breach of law including involvement in any fight or affray.
- Exposure to Nuclear reaction, Biological, radiation or nuclear, biological or chemical contamination.
- Physical handicap or mental infirmity.

In case ATPD benefit is claimed however is not admissible due to any of the exclusion clause(s) applicable for ATPD, then the ATPD would not be payable. However, the benefit payable in the event of other contingencies as per chosen Coverage Option will continue.

Critical Illness Benefit (CI)

On diagnosis of the insured member with any of the 40 Critical Illness listed below, 100% of Sum Assured is paid and the policy terminates immediately.

Sr No	CI Conditions Covered	Sr No	CI Conditions Covered
1	CANCER OF SPECIFIED SEVERITY	21	THIRD DEGREE BURNS
2	MYOCARDIAL INFARCTION	22	ALZHEIMER'S DISEASE
3	OPEN CHEST CABG	23	APALLIC SYNDROME
4	OPEN HEART REPLACEMENT OR REPAIR OF HEART VALVES	24	APLASTIC ANAEMIA
5	COMA OF SPECIFIED SEVERITY	25	BRAIN SURGERY
6	KIDNEY FAILURE REQUIRING REGULAR DIALYSIS	26	CREUTZFELDT-JACOB DISEASES (CJD)
7	STROKE RESULTING IN PERMANENT SYMPTOMS	27	CROHN'S DISEASE
8	MAJOR ORGAN /BONE MARROW TRANSPLANT	28	ENCEPHALITIS
9	PERMANENT PARALYSIS OF LIMBS	29	FLUMINANT HEPATITIS
10	MOTOR NEURON DISEASE WITH PERMANENT SYMPTOMS	30	LOSS OF INDEPENDENT EXISTENCE (COVER UP TO INSURANCE AGE 74)
11	MULTIPLE SCLEROSIS WITH PERSISTING SYMPTOMS	31	MEDULLARY CYSTIC DISEASE
12	BENIGN BRAIN TUMOR	32	MUSCULAR DYSTROPHY
13	BLINDNESS	33	MYELOFIBROSIS
14	DEAFNESS	34	PARKINSON'S DISEASE
15	END STAGE LUNG FAILURE	35	PHEOCHROMOCYTOMA
16	END STAGE LIVER FAILURE	36	POLIOMYELITIS
17	LOSS OF SPEECH	37	AORTA GRAFT SURGERY
18	LOSS OF LIMBS	38	SYSTEMIC LUPUS ERYTHEMATOSUS WITH LUPUS NEPHRITIS
19	MAJOR HEAD TRAUMA	39	TUBERCULOSIS MENINGITIS
20	PRIMARY (IDIOPATHIC) PULMONARY HYPERTENSION	40	SEVERE ULCERATIVE COLITIS

Critical Illness (CI) - Exclusions – 1/3

We shall not be liable to make any payment under this Policy towards a covered Critical Illness, directly or indirectly caused by, based on, arising out of or howsoever attributable to any of the following:

- Any Illness, sickness or disease other than those specified as Critical Illnesses under this Policy;
- Any Pre-existing Disease or any complication arising there from. Pre-existing disease (PED) means any condition, ailment, injury or disease:

  i) that is/are diagnosed by a physician not more than 36 months prior to the date of commencement of the Coverage by the insurer; or its reinstatement , whichever is later or

  ii) for which medical advice or treatment was recommended by, or received from, a physician, not more than 36 months prior to the date of commencement of the Coverage or its reinstatement, whichever is later.
- Any listed conditions of which the signs or symptoms first occurred within the Waiting Period*
- Any condition directly or indirectly caused by or associated with any sexually transmitted disease, including Genital Warts, Syphilus, Gonorrhoea, Genital Herpes, Chalmydia, Pubic Lice and Trichomoniasis.
- Alcohol or Solvent abuse, or taking of drugs, narcotics or psychotropic substances unless taken in accordance with the prescription of a registered medical practitioner.
- Any Critical Illness directly or indirectly caused due to intentional self-injury, suicide or attempted suicide; whether the person is medically sane or insane

Critical Illness (CI) - Exclusions – 2/3

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- Any Critical Illness directly or indirectly, caused by or arising from or attributable to a foreign invasion, act of foreign enemies, hostilities, warlike operations (whether war be declared or not or while performing duties in the armed forces of any country during war or at peace time), civil war, public defense, rebellion, revolution, insurrection, military or usurped power;
- Any Critical Illness caused by ionizing radiation or contamination by radioactivity from any nuclear fuel (explosive or hazardous form) or from any nuclear waste from the combustion of nuclear fuel, nuclear, chemical or biological attack.
- Any external congenital condition or related illness is not covered under the policy. In case any Internal congenital condition or related illness is known and was/is being treated, is disclosed at proposal stage and accepted, claims will be processed as per policy terms and conditions.
- Insured Member whilst engaging in a speed contest or racing of any kind (other than on foot), bungee jumping, parasailing, ballooning, parachuting, skydiving, paragliding, hang gliding, mountain or rock climbing necessitating the use of guides or ropes, potholing, abseiling, deep sea diving using hard helmet and breathing apparatus, polo, snow and ice sports in so far as they involve the training for or participation in competitions or professional sports, or involving a naval, military or air force operation;
- Participation by the Insured Member in any flying activity, except as a bona fide, fare paying passenger of a recognized airline on regular routes and on a scheduled timetable.

Critical Illness (CI) - Exclusions – 3/3

- Any Critical Illness based on certification/diagnosis from persons not registered as Medical Practitioners, or from a Medical Practitioner who is practicing outside the discipline that he is licensed for, or any diagnosis that is not scientifically recognized;
- Any treatment/surgery for change of sex, cosmetic or plastic surgery or any elective surgery or cosmetic procedure that improve physical appearance, surgical and nonsurgical treatment of obesity, including morbid obesity (unless certified to be life threatening) and weight control programs, or treatment of an optional nature including complications/illness arising as a consequence thereof;
- Any Critical Illness arising or resulting from the Insured Member participating in an actual or attempted felony, riot, crime, misdemeanor or civil commotion with criminal intent;
- Unreasonable failure to seek or follow Medical Advice, the Insured Member has delayed medical treatment in order to circumvent the Waiting Period or other conditions and restriction applying to this Policy.
- Any treatment arising from or traceable to pregnancy (including voluntary termination), miscarriage (unless due to an accident), childbirth, maternity (including Caesarian section), abortion or complications of any of these. This exclusion will not apply to ectopic pregnancy.

*Waiting Period of 90 days will be applicable from the risk commencement date or date of revival (only if revival happens post 90 days of lapse), whichever is later. The benefit shall not apply or be payable in respect of any of the listed conditions of which the signs or symptoms first occurred within the waiting period.

In case CI benefit is claimed however is not admissible due to any of the exclusion clause(s) applicable for CI, then the CI would not be payable. However, the benefit payable in the event of other contingencies as per chosen Coverage Option will continue.

Terminal Illness (TI)

- There are no exclusions in case of Terminal Illness

Thank you

UIN: 136N082V02

Version : Sep’24