

Key features

- Covers all types of loans
- Flexible Premium Paying Terms - Single pay, 3 pay & 5 pay
- Cover available during the moratorium period (only principle)
- Surrender value is payable
- Tax benefits available as per current tax laws

Eligibility

Minimum Sum Assured	Rs 10,000/- per member
Minimum Entry Age	18 years
Maximum Entry Age	65 years
Minimum Coverage Term	1 year
Maximum Coverage Term	30 years
Maximum Maturity Age	70 years
Mode of premium payment	Annual
Premium paying term	Single, 3 pay *, 5 pay
Moratorium Period	1 to 4 years

* Available only for Coverage term less than or equal to 10

Coverage Option

Reducing Sum Assured: Sum assured will reduce as per loan repayment schedule based on parameters chosen by member. The same will be mentioned in Certificate of Insurance (COI). In the event of death, the reduced sum assured as per schedule as on death will be paid.

Benefit options

The plan offers two benefit options -

Life cover: Under this option outstanding loan amount as per schedule is paid on death.

Life cover with ATPD: Under this option, cover is provided on, both, death and Accidental Total and Permanent Disability (ATPD). After occurrence of ATPD the premium amount will reduce in proportion by ATPD sum assured to the base sum assured. Hence after ATPD new premium is given as:

Old premium * [1- (ATPD Sum assured / Base Sum Assured)]

On Death: On death outstanding sum assured as per COI is paid and coverage ceases.

On ATPD: Maximum sum assured provided under ATPD will be capped. The maximum sum assured amount would be subject to reinsurance capacity.

If the basic sum assured at inception is less than or equal to 'maximum sum assured available under ATPD' then the sum assured available under ATPD will be equal to basic sum assured. In the event of ATPD outstanding sum assured as per COI is paid and coverage ceases.

However, if basic sum assured is more than maximum sum assured available under ATPD, then the sum assured available under ATPD will be equal to maximum sum assured available under ATPD.

a) On occurrence of ATPD, benefit amount is calculated as
Sum assured applicable as per COI * (Maximum sum assured under ATPD / Basic sum assured at inception)

b) On death after valid ATPD claim, benefit payable is as follows:
Sum assured applicable as per COI * [1- (Maximum sum assured under ATPD / Basic sum assured at inception)]

For E.g. Case I: Where initial loan (sum assured) is less than the maximum limit of ATPD cover available to a member under the master policy

Thus if Sum assured chosen at inception = 30 Lakh and maximum sum assured allowed under ATPD = 60 Lakh

The Benefit paid on ATPD = outstanding sum assured as on ATPD and cover ceases

Case II: Where initial loan (sum assured) is greater than the maximum limit of ATPD cover available to a member under the master policy

Thus if Sum assured chosen at inception = 100 Lakh with 20 year term and 10% interest and Maximum sum assured allowed under ATPD = 60 Lakh

Then in case of ATPD claim in the 3rd year wherein the Sum assured outstanding as per original schedule = 96.51 Lakh; the Benefit paid on ATPD = 96.51 * (60/100) = 57.91 Lakh (60% of the loan outstanding as per the original schedule)

Premium amount also reduces by 60%

Subsequently if death occurs in 14th year then

A revised schedule, based on sum assured outstanding after the ATPD claim has been paid, is applicable. Thus the remaining sum assured as on death is Rs 23.25 lacs = 40% of the sum assured applicable at the time of Death as per original schedule had the ATPD claim not occurred. Thus Benefit paid on death = 23.25 Lakh

On Survival

No amount is payable on maturity or survival.

On Surrender

A surrender value is payable as per the certificate of insurance. Surrender value is chosen then surrender value available is:

During Premium Paying Term: Surrender benefit is zero.

After Premium Paying Term: Surrender benefit is equal to "Total Premium paid (exclusive of service tax) * 60% * (Number of remaining months of cover / Total Policy Term in months) * (Sum assured applicable as at surrender / Sum assured at inception)"

For Single premium coverage, surrender benefit will be available from first year onwards.

Other features

- Cover during moratorium period*
- No Policy loan provisions
- Sum Assured equal to each member's specific share in the loan amount- On the payout of benefit to one of the members, the cover for the other members continues as per the respective Certificate of Insurance

* Moratorium:

- A minimum of 1 year and a maximum of 4 years moratorium period would be allowed.
- During the moratorium period the accrued interest is assumed to be paid separately by the member to the financial institution, and the loan outstanding / the sum assured would remain the same during the moratorium period and would start decreasing from the end of the moratorium period when EMIs would commence. On death during the moratorium period the full loan outstanding / sum assured will be paid to beneficiary without any interest addition.

Important Definition

Total and Permanent Disability

Accidental Total and Permanent Disability is defined as disability caused by bodily injury, which causes permanent inability to perform any occupation or to engage in any activities for remuneration or profits. This disability should last for at least one hundred and eighty (180) days before being eligible for total and permanent disability benefits. Further the company reserves the right to call for medical examination as they may require fit in this regard.

Total and permanent disability also includes the loss of both arms, or both legs, or one arm and one leg, or of both eyes. Loss of arms means dismemberment by amputation from the wrist joint and loss of legs means dismemberment by amputation from the ankle joint. Loss of eyes means entire and irrecoverable loss of sight. In these circumstances waiting period of 180 days will not be applicable.

Exclusions

• Suicide Claim provisions

If the group member / life assured, whether sane or insane, commits suicide, within one year from the date of issuance or date of revival, then the policy shall be void. Under such circumstances surrender value as applicable will be paid.

• Exclusions, if any (e.g. occupational hazard, travel)

Exclusions under ATPD

The life insured will not be entitled to any benefits for any disability caused directly or indirectly due to or caused, occasioned, accelerated or aggravated by any of the following:

- Suicide or attempted suicide or self inflicted injury, whether the life assured is medically sane or insane.
- Any condition that is pre-existing at the time of inception of the policy.
- Failure to seek medical advice or treatment.
- War, terrorism, invasion, act of foreign enemy, hostilities, civil war, martial law, rebellion, revolution, insurrection, military or usurper power, riot or civil commotion. War means any war whether declared or not.
- Service in the armed forces, or any police organization, of any country at war or service in any force of an international body.
- Committing an assault, a criminal offence, an illegal activity or any breach of law.
- Engaging in or taking part in professional sport(s) or any hazardous pursuits, including but not limited to, diving or riding or any kind of race; underwater activities involving the use of breathing apparatus or not; martial arts; hunting; mountaineering; parachuting; bungee jumping

- Inhaling any gas or fumes, accidentally or otherwise, except accidentally in the course of duty.
- Alcohol or Solvent abuse or taking of Drugs, narcotics or psychotropic substances unless taken in accordance with the lawful directions and prescription of a registered medical practitioner
- Participation by the insured person in any flying activity, except as a bona fide, fare paying passenger of a recognized airline on regular routes and on a scheduled timetable.
- Disability as a result of any disease or infection.

Grace period for non-forfeiture provisions

30 days

The policy will remain in force during the grace period. If any premium remains unpaid at the end of the grace period, the policy shall lapse. The policy benefit thereafter would have no further value.

Nomination requirements and assignment

Nomination: Nomination is compulsory. The nominee/s shall be a person/s nominated by the member in accordance with the provisions of section (39) of the Insurance Act 1938 to receive the benefits under the scheme in the event of is/her death. Beneficiary would be the nominee as given by the policyholder. In case the nominee is a minor then the appointee would be the beneficiary. If the nominee has died / is not alive then the legal heir of the policyholder would be the beneficiary. By virtue of the loan, if the policy is assigned to the group policyholder, no further assignment is possible without the loan being repaid. The claim would normally be paid to the master policyholder. The balance amount if any after complete discharge of the loan will be paid to the nominee or the estate of the insured member. In certain instances depending on the nature of the scheme, (if the master policyholder is not a regulated entity) the benefit will be directly paid to the nominee / estate of the insured member.

Assignment: Assignment is allowed. Assignee/s shall be a person/s to which the policy is assigned by the policyholder in accordance with the provision of section (38) of the Insurance Act 1938 to transfer all the equities and liabilities to which policy holder was subject at the date of assignment.

General approach to be used for revivals or reinstatements, policy changes/alterations, etc.

If premiums are not paid within the period of grace the policy lapses. The policy may be revived within two years from the date of the first unpaid premium. The revival will be considered on receipt of written application from the policyholder along with the proof of continued insurability of life assured and on payment of all overdue premiums with simple interest of 1% per month. The revival will be effected on company's discretion and subject to such conditions (including medical examination cost, if any to be borne by the policyholder) as the company in its discretion may decide.

Cancellation of loan

If the loan is cancelled or not taken up by the proposed member after sanction, but the premium for the same has been paid by the master policyholder, the master policyholder may request for cancellation of cover.

Such a request must be received at our office within 90 days of issuance of COI. Upon receipt of such a request, Edelweiss Tokio Life shall refund 90% of the premium paid excluding taxes and cess, and medical cost, if any, in respect of that member after deducting expenses towards stamp duty.

Free Look Period

This product offers a 15 day free look period. In the unlikely event that policyholder/member is not satisfied with the terms and conditions of the policy/coverage, and wants to cancel the policy/coverage, he/she can do so by returning the policy/COI to the company along with a letter requesting for cancellation within 15 days of receipt of policy/coverage. Premium paid by policyholder/member will be refunded after deducting stamp duty, cost of medical expenses incurred in that connection, if any.

Pre-closure of loan

If a member chooses to pre-pay part or whole of the loan by making repayments over and above that agreed at the time of granting the loan, the sum assured payable would still be as per the schedule made available in the COI. If the member repays the complete outstanding loan, before the term as agreed at the time of granting the loan, the coverage will be stopped and surrender benefit, as applicable at that point in time, will be paid to the customer.

EMI (Equated Monthly Installment) Defaults

In case of EMI defaults the loan outstanding would generally increase. However, at the time of death or surrender, the loan outstanding as mentioned in the COI schedule would be the applicable sum assured.

Edelweiss Tokio Life is a joint venture between Edelweiss Capital and Tokio Marine.

Edelweiss capital is one of India's leading diversified financial services company. The company's operation straddles 5 businesses - Credit, Capital Market, Asset Management, Housing Finance and Insurance. The group's core philosophy 'Ideas Create, Values Protect' is translated into an approach that is led by entrepreneurship and creativity, protected by intellectual rigour, research and analysis.

To learn more about Edelweiss capital limited, please visit www.edelcap.com

Tokio Marine Group is a globally renowned insurance company. With over 130 years of experience in the Insurance sector, Tokio Marine has expanded its reach across geographies in both Life and Non-Life Insurance sectors. The Group operates across 38 countries, and has successfully established Life Insurance operations as a second generation entrant in developed markets like Japan and Singapore and also in developing markets like China, Malaysia and Thailand.

To learn more about the Tokio Marine Holdings Inc, please visit www.tokiomarinehd.com



Registered and corporate office:

Edelweiss Tokio Life Insurance Company Limited, Edelweiss House,
off C.S.T. Road, Kalina, Mumbai 400098 Tel: +91 22 4009 4400

Toll Free : 1800 3002 3344 Email : care@edelweisstokio.in Visit us at www.edelweisstokio.in

Disclaimer: Edelweiss Tokio Life Group Credit Protection is only the name of the non-participating term life insurance contract and does not in any way indicate the quality of the contract, its future prospects, or returns. Please know the associated risks and the applicable charges from your PFA or the Intermediary. Tax benefits are subject to changes in the tax laws. Insurance is the subject matter of the solicitation.

Reg. No.147

UIN: 147N002V01

Version No.: V01