Future NAV Assure Plan
Unit Linked Insurance Plan

IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICY HOLDER

To toss a double headed coin.

Is it too unrealistic to dream of a long-term situation that hasn't a downside or even the slightest hitch? Not at all. The Future NAV Assure Plan ensures that your investment always stands to benefit, no matter how the market fares — you reap the benefits of a good market, and on a bad day, you still receive the assured NAV. It isn't a gamble if you know you can't lose.

1. BENEFITS OF 'FUTURE NAV ASSURE PLAN'

- ✓ Investment cum Insurance plan providing upside of the market related returns
- ✓ Convenience through Single Premium and limited Premium Paying Term - giving you choice of 3 premium paying terms.
- ✓ Secured plan - your investment is managed by Future Generali Life Insurance Co. Ltd., giving you an upside of your investment while safeguarding the investment during the adverse market conditions
- ✓ Attractive Tax Benefits under the Income Tax Act,1961

2. HOW DOES 'FUTURE NAV ASSURE PLAN' WORK?

This plan is a single premium / limited premium payment plan (where you choose 3 years, 5 years & 7 years). You can opt for this plan during the subscription period i.e. period during which plan is available for sale.

Premium paid by you, after deduction of applicable charges is automatically invested into NAV Guarantee Fund. The objective of this fund is to provide protection to your assets through systematic asset allocation & dynamic rebalancing and thereby provide you best possible returns. Guaranteed maturity NAV will be offered by Future Generali Life based on the highest of daily business day NAVs tracked from the date of launch of the plan till the end of seven years from the completion of the subscription period.

3. YOUR BENEFITS.

3.1. Maturity Benefit:

On maturity i.e. on survival of the life assured till the end of the policy term, the policy holder will receive the Fund Value of NAV Guarantee Fund.

Fund Value of NAV Guarantee Fund will be calculated based on NAV which is higher of

- NAV as on date of maturity
- The Guaranteed Maturity NAV (Based on the highest of daily business working day NAVs tracked from the date of launch of the plan till the end of seven years from the completion of the subscription period).

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3.2. Death Benefit

Before start of life cover
For a minor life assured of less than 10 years of age at entry, life cover will start after a deferment period which will be up to policy anniversary coinciding with or following the completion of age 10 years or 2 policy years, whichever is more. Cover is not available during the deferment period, and on death of the life assured the Fund Value will be paid.

After start of life cover
In case of the unfortunate event of the death of the life assured during the policy term, we will pay to the nominee, the higher of:

(i) Fund Value, Or

(ii) Sum Assured opted for by the policyholder

4. YOUR INVESTMENTS

Your premium is invested in NAV Guarantee Fund.

NAV Guarantee Fund
Objective: To provide capital protection and optimum returns based on model involving systematic asset allocation and dynamic rebalancing.

Composition	Min.	Max.	Risk Profile
Fixed Income including Money Market Instruments	0%	100%	Low to Medium
Equity Instruments	0%	100%	

The fund offered under this contract is only the name of the fund, and does not in any way indicate the quality of fund, its future prospect and expected returns.

The company reserves the right to add new fund options or close the above mentioned fund.

The company shall select the investments, including derivatives and units of mutual funds, by each fund at its sole discretion subject to the investment objectives for the respective plan and the relevant IRDA regulations.

5. FLEXIBILITY UNDER YOUR PLAN:

5.1. Surrender

A policy can be surrendered any time during the term of the policy. In case of surrender within first 3 policy years, surrender value will be paid after the third policy year. The surrender value will be the Fund Value less the surrender penalty , as applicable.

5.2. Partial Withdrawal

No partial withdrawal is allowed under this product.

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6. CHARGES UNDER YOUR POLICY

6.1. Premium Allocation Charge

This will be de deducted from the premium amount at the time of premium payment and the remaining premium will be used to purchase units in various investment funds according to the fund allocation specified by you.

Single Premium

Premium Band (Rs.)	Allocation Charge
2,00,000 - 3,99,999	2 %
4,00,000 and above	1%

Regular Premiums
Year 1

Premium Band (Rs.)	Allocation charge as a % of regular premium		
	PPT 3 years	PPT 5 years	PPT 7 years
39,960 - 4,99,999	6 %	7.5 %	8 %
5,00,000 - 9,99,999	5 %	6 %	6 %
10,00,000 - above	5 %	5 %	5 %

Year 2 onwards

Policy Year	Allocation charge as a % of regular premium		
	PPT 3 years	PPT 5 years	PPT 7 years
Year 2-3	2 %	2 %	2 %
Year 4-5	-	2 %	2 %
Year 6-7	-	-	2 %

6.2. Fund Management Charge - FMC will be charged at the time of computation of the NAV, which will be done on a daily basis. This will be charged as a percentage of the value of the assets and will be adjusted towards the NAV

Fund management charge (% p.a.)	
NAV Guarantee Fund	1.25%

Fund Management Charges are deducted on a daily basis at 1/365th of the annual charge in determining the unit price.

The company may change the fund management charges from time to time but guarantees that these charges will not exceed 1.35%.

6.3. Charge towards NAV guarantee - A charge of 0.75% p.a towards NAV guarantee will be charged at the time of computation of the NAV, which will be done on a daily basis. This will be charged as a percentage of the value of the assets and will be adjusted towards the NAV

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This charge will be deducted on a daily basis at 1/365th of the annual charge in determining the unit price.

6.4. Policy Administrative Charge – The policy administrative charge is:

1st year: Rs.15 per 1,000 sum assured for sum assured upto Rs.50,000 and Rs.2 per 1,000 sum assured for sum assured beyond Rs.50,000.

2nd year onwards: of Rs 600 per annum

This charge will be recovered by canceling units on a monthly basis proportionately from each investment fund.

The monthly administration charge can be increased by not more than 5% per annum since inception.

6.5. Mortality Charge – Below mentioned are the sample mortality charges for lives for 1000 **sum at risk**

Mortality Charge per Rs.1,000/- Sum at risk	
Age as on Last Birthday	**Mortality Charges**
20 Years	1.00
25 Years	1.14
30 Years	1.17
40 Years	2.16
50 Years	5.51

6.6. Surrender Penalty – The surrender penalty is based on the policy year of surrender and expressed as a percentage of the fund value

Single Premium:

Policy Year	**Surrender Penalty as % of Fund Value**
3 years or less	2%
More than 3 years	Nil

Regular Premium:

Policy Year	**Surrender Penalty as a % of fund value**
1 year or less	15%
More than1 but less than or equal to 2	10%
More than 2 but less than or equal to 3	5%
More than 3 but less than or equal to 4	2.5%
More than 4	Nil

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7. ELIGIBILITY CRITERIA:

Minimum - Maximum Entry Age	Minimum : 8 years (as on last birthday) Maximum: 60 years (as on last birthday)
Minimum - Maximum Age at Maturity	Minimum: 18 years (as on last birthday) Maximum: 70 Years (as on last birthday)
Premium Paying Frequency	Single / Yearly /Half-Yearly / Quarterly / Monthly (ECS)
Policy Term	10 years
Premium Paying Term	Single Premium / 3 / 5 / 7 years
Minimum Sum Assured	For Single Premium : 1.1* Single Premium For Regular Premium: 5*Annual Premium
Maximum Sum Assured	For Single Premium Maximum Sum Assured: 5*SP For Regular Premium: Maximum Sum Assured: M*Annualized Premium, basis age, where M is a factor which depends on the age at entry (of the life assured) Up to issue age 45 – a max multiple of 20 From 46 to 50 – a max multiple of 10 From 51 to 60 – a max multiple of 5 The Sum Assured will be in multiples of Rs. 1,000
Minimum Premium	For Single Premium: Min Premium – Rs. 2,00,000 For Regular Premium: Yearly Premium: Min – Rs. 39,960; Max = No Limit Half Yearly Premium: Min – Rs. 19,980; Max = No Limit Quarterly Premium: Min – Rs. 9,900; Max = No Limit Monthly Premium: Min – Rs. 3,330; Max = No Limit

8. OTHER FEATURES:

8.1. Free Look-in period:
If you are not satisfied with the terms and conditions under your policy, you may cancel the policy within the free look period of 15 days from the date of receipt of the policy document. We will refund the premium paid subject to the deduction of the proportionate risk premium for the period of cover, the expenses incurred by us towards medical examination, if any, and stamp duties. Where premiums have been allocated to units, the Fund Value as on the date of cancellation will be payable.

8.2. Grace Period:
A grace period of 30 days from the premium due date will be allowed for yearly/ half yearly and quarterly modes of payment and 15 days for monthly premium payment mode .The policy will remain in force during the grace period. If premiums are not paid within the grace period, the policy lapses immediately. Revival facility is available for lapsed policies during the revival period.

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8.3. Premium Discontinuance:
If premiums are not paid in the days of grace, the policy lapses. The following will apply based on the number of years' premiums have been paid before lapse.

Discontinuance of due premiums before completion of 3 policy years::

If all the due premiums have not been paid for at least 3 consecutive years from inception, the insurance cover shall cease immediately.. The policy will continue to participate in the performance of the funds and all charges other than mortality charges will continue to be deducted.

A policy may be reivived within 2 years from the due date of first unpaid premium and the maturity date; whichever is earlier.

In case the policy is not revived during this period, the policy shall be terminated and the surrender value, if any, shall be paid at the end of the period allowed for revival. Further, during the period allowed for revival, if the fund value falls below one full years' premium, the policy shall be terminated and the fund value will be payable.

If a policyholder surrenders a policy before the end of 3 years from the date of commencement, the surrender value will be kept in suspense till the end of three policy years, and will be payable at that time. No subsequent charges will be deducted for such a policy.

Discontinuance of due premiums after payment of at least 3 years' premiums:

If all the due premiums have been paid for at least three consecutive years and subsequent premiums are unpaid, a policy may be revived within 2 years from the due date of first unpaid premium and the maturity date; whichever is earlier.

During this limited period for revival, the insurance cover shall be continued by levying appropriate charges.
At the end of the allowed period for revival, if the policy is not revived, the policy shall be terminated by paying the surrender value. However, the life insurance cover may continue, if so opted for, by levying appropriate charges until the surrender value does not fall below an amount equivalent to one full year's premium.

When the fund value reaches an amount equivalent to one full year's premium, the policy shall be terminated by paying the fund value.

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8.4. Revival:

If premiums are not paid within the grace period and the policy is not surrendered & the life assured is alive, the policy may be revived for full benefits within the revival period. The revival period is 2 years from the due date of the first unpaid premium and the maturity date; whichever is earlier. 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. The revival will be effected on the company's discretion and subject to such conditions as the company in its discretion may decide based on its underwriting decision.

8.5. Nomination & Assignment:

Provided the policyholder is the life assured, he / she may, at any time before the policy matures for payment, nominate a person or persons as per Sec 39 of the Insurance Act 1938, to receive the policy benefits in the event of his / her death.

The Policyholder can also assign the Policy to a party by filing a written notice to us. The assignment should either be endorsed upon the Policy itself or documented by a separate instrument signed in either case by the Assignor stating specifically the fact of assignment. Only the entire policy can be assigned and not individual benefits or any part thereof.

8.6. Net Asset Value (NAV) calculation:

Unit Price: A unit in each fund has its own price called the Net Asset Value (NAV). The NAV of each fund is calculated on daily basis with the following formula:

When Appropriation (Purchasing) price is applied:

NAV = (Market Value of Investment + Expenses incurred in the purchase of the assets + Current Assets + Accrued Income net of Fund Management Charges - Current Liabilities - Provisions) / Number of Units outstanding (before any new units are allocated)

When Expropriation (Selling) price is applied:

NAV = (Market Value of Investment - Expenses incurred in the sale of the assets + Current Assets + Accrued Income net of Fund Management Charges - Current Liabilities - Provisions) / Number of Units outstanding (before any units are redeemed)

Allocation / redemption of units:

In respect of premiums received up to 3.00 p.m. under a local cheque or a demand draft payable at par or by way of cash, the closing NAV of the day on which the premium is received shall be applicable. In respect of premiums received after 3.00 p.m., the closing NAV of the next business day shall be applicable.

In respect of premiums received under outstation cheques/demand drafts, the closing NAV of the day on which the cheques/demand draft is realized shall be applicable

All requests for switch, surrender or partial withdrawal received up to 3.00 p.m. will be processed at the closing NAV of the day on which the request is received. All such requests received after 3:00 p.m. will be processed at the closing NAV of the next business day.

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8.7. Suicide Exclusion

If the life assured, whether sane or insane, commits suicide within one year from the Date of Issue of the Policy or from one year from any subsequent revival of the policy, the policy shall become null and void. In such event, the Fund Value will be refunded and all benefits under the policy cease.

8.8. Tax Benefits

Premiums paid under this plan are eligible for tax benefits under Section 80C of the Income Tax Act, 1961. Any sum received under this plan is exempt from tax under section 10(10D) of the Income Tax Act, 1961. The above is based on the current tax laws and is subject to change.

9. VARIABILITY OF THE CHARGES

- The premium allocation charges are guaranteed.
- The monthly administration charge can be increased by not more than 5% per annum since inception
- The company may change the Fund Management charges from time to time, but guarantees that the charges will not exceed 1.35% pa for the Future NAV Guarantee Fund.
- The mortality charges are guaranteed for the term of a policy.
- Surrender penalties are guaranteed
- **All charges will be subject to service tax as applicable.**

A month's notice will be given to the policyholder in case of an increase of charges whenever charges can be increased. The increase, if any, will apply from the policy anniversary coinciding with or following the increase.

Any change in amount or rate of charges as stated above will be subject to IRDA approval.

10. NOTE ON THE RISK OF INVESTMENT IN THE UNITS OF THIS POLICY

1) Unit Linked Life Insurance products are different from the traditional insurance products as in the former, the investment risks in the investment portfolio is borne by the policyholder.
2) 'Future Generali India Life Insurance Company' is only the name of the insurance Company and 'Future NAV Assure Plan' is only the name of the unit linked life insurance contract and does not in anyway indicate the quality of the contract, or its future prospects of return.
3) The fund offered under this contract is the name of the fund and does not in any way reflect its quality, future prospects and returns.
4) The premium paid in unit linked life insurance policies are subject to market risks associated with the capital markets. The unit prices are not guaranteed and may go up and down depending on market conditions.
5) Past performance of the funds is no indication of future performance which may be different.
6) All premiums/benefits payable under this plan are subject to applicable laws and taxes including service tax, as they exist from time to time.

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Prohibition on Rebates:

Section 41 of the Insurance Act, 1938 states:

(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.

Non-Disclosure:

Section 45 of Insurance Act, 1938 states:

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 calf 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.

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