

## **Bharti AXA Life Premium Waiver Rider Bond**

Bharti AXA Life Premium Waiver Rider offers financial protection in case of death of the Life Insured.

### **1. Terms You should know**

1.1 **Rider Premium:** is equal to the aggregate of the premiums for the rider payable by the Life Insured in a Policy Year, according to the mode of payment chosen by you under the basic plan.

### **2. Understanding the Benefits:**

#### **Death Benefit**

When the Policyholder and the Life Insured under the base policy are different:

On death of the Policyholder, 100% of all the future base premiums at the original / current level when due towards the policy will be paid and the rider will cease to exist.

When the Policyholder under the base policy is same as the Life Insured under the base policy (applicable only for linked policies):

On death of the Life Insured, the Base Policy along with the Rider Policy will terminate and the future base policy premiums will be paid as death benefit into the investment funds until completion of the Policy Benefit Period. The future base policy premiums paid by the Company will be on an annual basis on every Policy Anniversary Date. In case of Monthly, Quarterly & Semi-annual premium payment modes (as chosen by the Life Insured), the remaining premiums from the premium due date following the date of death for the respective year (year of death of Life Insured) will be paid on the date of admission of death claim and thereafter on every Policy Anniversary Date.

The nominee will not be allowed to exercise any options under the base Policy like switching, premium re-direction, partial withdrawal, surrender, etc. The fund value will be paid to the nominee on the Maturity Date of the base Policy. The investment risk in the investment portfolio during this period will be borne by the Nominee.

In case of death of the nominee, the death benefit will be paid to the legal heirs of the Policyholder as specified under the base policy.

#### **Surrender Benefit**

No benefits shall be payable in case of surrender of the rider / base policy.

#### **Maturity Benefit**

No benefits shall be payable at maturity under this rider.

### **3. Understanding the other features of the rider policy**

#### **3.1 What is the Premium Payable?**

The Life Insured will have to pay the Rider Premium for the Premium Waiver Rider as per the applicable Rider Premium rates. The Rider Premium term will be the same as the premium payment term of the base Policy and the rider premium will have to be paid in the same mode as the premium for the base Policy.

The Rider Premium payable by you would depend on the age at entry and gender of the Life Insured and the term of the Policy. The premium paid under the Rider cannot be more than 30% of the premium paid under the base Policy.

Incase this rider is attached with Unit Linked plans, the Rider Premium received by the Company will be used to create Units in the base policy account and subsequently utilized to keep the rider in force as herein mentioned below. The Units created will be in the relevant Investment Funds in accordance with the Fund Allocation Instruction then in effect under the base Policy. The Units will be created on the Valuation Dates of the relevant Investment Funds as per the provisions mentioned in Section 6 of the base Policy. No premium allocation charge will be levied on Rider Premium. The rider will then be kept in force by a Rider Premium Charge which is equal to the annualised Rider Premium divided by twelve and deducted on a monthly basis by cancellation of Units from the Policy Fund Value of the base policy.

Incase rider is attached to traditional plans the base policy premium modal factors will be applicable to the rider premium.

### **3.2 What happens if You miss paying Your premiums on Premium due date?**

In case the Policy has lapsed due to discontinuance of premium, the benefit under the Rider shall cease to exist immediately from the date of first unpaid premium.

The benefits under the rider may be reinstated subject to the conditions of reinstatement in the Base Policy. If rider is not reinstated during the period allowed for reinstatement, then the rider can not be attached again with the base policy.

### **3.3 How to claim?**

Any claim for the Premium Waiver Rider must be applied by sending an application to the Company in the specified form. The admission of such claim will be subject to such proofs as the Company may reasonably require. Such proof shall be submitted to the Company along with the application for claiming the benefit on death of the Life Insured. The primary claim documents would be same as that of the base policy.

### **3.4 When does the policy terminate?**

Benefits payable under the Rider shall cease to exist, at the occurrence of earliest of the following:

- When your Base Policy ceases to exist or has lapsed; or
- In case this rider is attached to traditional plans:- When Base Policy becomes paid up
- Policy anniversary following the intimation by the Life Insured in writing to discontinue the Rider; or
- When the Life Insured discontinues the Rider Premium but continues to pay the Base Policy Premium

### **3.5 What exclusions apply?**

If the Life Insured, whether medically sane or insane, commits suicide, within one year of the Issue Date / Reinstatement Date, the Rider shall be void and The Company will not be liable to pay any Rider Benefit.

### **3.6 Other matters:**

1. The Company reserves the right to call for any medical examination as deemed necessary. For this purpose, the Company may request the Life Insured to submit to one or more medical examination/s conducted by the medical practitioner/s appointed by The Company, the cost of which shall be borne by the Life Insured.
2. Taxation:  
Incase this rider is attached to Unit Linked plans, Service tax and cess will be applicable on the Rider Premium Charge as per the prevailing rates and will be deducted by cancellation of Units from the Policy Fund Value of the Base Policy.  
Incase this rider is attached to traditional plans, The Company reserves the right to recover statutory levies including service tax by way of adjustment of the premiums paid by You.
3. Section 45 of Insurance Act 1938, as mentioned in the base policy bond will be applicable under this rider as well.