



भारतीय जीवन बीमा निगम
LIFE INSURANCE CORPORATION OF INDIA

Actuarial Department, Central Office, 'Yogakshema', Nariman Point, Mumbai 400 021
Tel: 022-22852174 / 66598370, Fax: 022-22028321

Ref: Actuarial/Valuation/2235/4

27th August, 2018

To,

All HODs in Central Office
All Zonal Offices
All Divisional Offices
All Branch Offices (through Divisional Offices)
MDC, ZTCs, Audit & Inspection Departments, NIA

Results of Valuation as at 31st March 2018

1. Introduction

The Valuation of the Corporation's Business as on 31st March 2018 has been completed and the bonuses in respect of participating policies have been declared as a result thereof. The following instructions regarding Simple Reversionary Bonus, Interim Bonus, Final (Additional) Bonus and Loyalty Additions will apply to participating policies (as per details below), other than policies on UK, Fiji and Mauritius Registers.

2. Bonus Rates

a) The rates of Simple Reversionary Bonus, and Interim Bonus declared in respect of participating policies issued by the Corporation and also those issued by erstwhile insurers before 19/01/1956 (excluding those on UK, Fiji and Mauritius Registers) are as given in Table 1 and Table 2 respectively.

Table 1: Simple Reversionary and Interim Bonus Rates

Group	Plan	Term	Reversionary Bonus Rate % Sum Assured (**)	Interim Bonus Rate % Sum Assured (**)
		(*)		
1	Whole Life type (Plans 2, 5, 6, 8, 10, 28 (Before Conversion), 35, 36, 37, 38, 49, 77, 78, 85 & 86)		70	70

Group	Plan	Term	Reversionary Bonus Rate %o Sum Assured (**)	Interim Bonus Rate %o Sum Assured (**)
		(*)		
2	Endowment type (Plans 14, 17, 27 (After Conversion), 28 (After Conversion), 34, 39 40, 41, 42, 50, 54, 79, 80, 81, 84, 87, 90, 91, 92, 95, 101, 102, 103, 109, 110 & 121)	< 11	34	34
		11 to 15	38	38
		16 to 20	42	42
		> 20	48	48
3	New Endowment (Plan 814)	12 to 15	38	38
		16 to 20	42	42
		> 20	48	48
4	Single Premium Endowment (Plan 817)	10 to 15	41	41
		16 to 20	46	46
		> 20	51	51
5	Money Back Assurances (Plans 75& 93)	20	39	39
		25	44	44
6	New Money Back (Plans 820 & 821)	20	39	39
		25	44	44
7	Jeevan Surabhi (Plans 106, 107 & 108)	15	34	34
		20	41	41
		25	50	50
8	Jeevan Mitra (Double Cover plan), Jeevan Saathi (Plans 88 & 89)	15	40	40
		16 to 20	44	44
		> 20	48	48
9	Jeevan Mitra (Triple Cover Plan: Plan 133)	15	40	40
		16 to 20	45	45
		> 20	50	50
10	Limited Payment Endowment (Plan 48)	<16	40	40
		16 to 20	44	44
		> 20	49	49

Group	Plan	Term	Reversionary Bonus Rate %o Sum Assured (**)	Interim Bonus Rate %o Sum Assured (**)
		(*)		
11	Limited Premium Endowment (Plan 830)	12	40	40
		16	45	45
		21	50	50
12	New Children Money Back (Plan 832)	13 to 15	38	38
		16 to 20	42	42
		> 20	48	48
13	Jeevan Lakshya (Plan 833)	13 to 15	41	41
		16 to 20	45	45
		> 20	49	49
14	Jeevan Anand (Plan 149)	<11	38	38
		11 to 15	41	41
		16 to 20	45	45
		>20	49	49
15	New Jeevan Anand (Plan 815)	15	41	41
		16 to 20	45	45
		>20	49	49
16	Jeevan Rekha (Plan 152)	<11	49	49
		11 to 15	44	44
		16 to 20	40	40
		>20	34	34
17	Jeevan Anurag (Plan 168)	< 11	38	38
		11 to 15	40	40
		16 to 20	42	42
		> 20	44	44

Group	Plan	Term	Reversionary Bonus Rate %o Sum Assured (**)	Interim Bonus Rate %o Sum Assured (**)
		(*)		
18	New Jeevan Suraksha - I (Plan 147)	< 6	21	21
		6 to 10	27	27
		11 to 15	31	31
		>15	35	35
19	New Jeevan Dhara - I (Plan 148)	< 6	20	20
		6 to 10	25	25
		11 to 15	28	28
		>15	32	32
20	Jeevan Tarang (Plan 178)	10	47	47
		15	48	48
		20	49	49
21	Jeevan Madhur (Plan 182)	< 11	21	21
		11 - 15	26	26
22	Child Career (Plan 184)	11 to 15	34	34
		16 to 20	38	38
		>20	40	40
23	Child Future (Plan 185)	11 to 15	38	38
		16 to 20	42	42
		>20	44	44
24	Jeevan Bharti (Plan 160)	15	38	38
		20	40	40
25	Jeevan Shree - I (Plan 162)	10	45	45
		15	46	46
		20	49	49
		25	53	53

Group	Plan	Term	Reversionary Bonus Rate ‰ Sum Assured (**)	Interim Bonus Rate ‰ Sum Assured (**)
		(*)		
26	Jeevan Nidhi (Plan 169)	<11	45	45
		11 - 15	47	47
		16 - 20	49	49
		> 20	51	51
27	Jeevan Pramukh (Plan 167)	10	49	49
		15	50	50
		20	53	53
		25	57	57
28	Jeevan Amrit (Plan 186)	10 – 15	32	32
		16 – 20	32	32
		> 20	32	32
29	Jeevan Bharati I (Plan 192)	15	29	29
		20	31	31
30	Jeevan Tarun (Plan 834)	13 - 15	38	38
		16 – 20	42	42
		> 20	48	48
31	Jeevan Labh (Plan 836)	16	43	43
		21	47	47
		25	50	50
32	Jeevan Pragati (Plan 838)	12 – 15	37	37
		16 - 20	41	41

Group	Plan	Term	Reversionary Bonus Rate % Sum Assured (**)	Interim Bonus Rate % Sum Assured (**)
		(*)		
33	New Jeevan Nidhi (Plan 812 & 818)	<11	46	46
		11 - 15	48	48
		16 - 20	50	50
		> 20	52	52

Group	Plan	Premium Paying Term	Reversionary Bonus Rates /Interim Bonus Rate % Sum Assured for the policy Term			
			Up to 55	56 to 70	71 to 85	86 & above
34	Jeevan Umang (Plan 845)	15	51	60	67	NA
		20	50	55	62	70
		25	49	50	56	65
		30	NA	49	50	60

(*) Premium Paying Term in case of Jeevan Anand (Plan 149) & Jeevan Rekha (Plan 152); Accumulation period in case of Jeevan Tarang (Plan 178); Deferment Period in case of New Jeevan Suraksha – I (Plan 147), New Jeevan Dhara – I (Plan 148), Jeevan Nidhi (Plan 169) & New Jeevan Nidhi (Plan 812 & 818).

(**) In case of New Jeevan Suraksha – I (Plan 147) and New Jeevan Dhara – I (Plan 148), bonus rates are per thousand Cash Option. In case of Jeevan Madhur (Plan 182), bonus rates are per thousand death benefit sum assured. In case of Jeevan Amrit Plan, bonus rates are per thousand premium(s) paid.

b) The above reversionary bonus rates are applicable for policy year entered upon during the inter valuation period i.e. 01/04/2017 to 31/03/2018 and in force for full sum assured as on 31/03/2018. It would apply to policies resulting into claims by death or maturity (including those discounted within one year of maturity) or surrendered on or after 01/01/2019.

c) In case of Jeevan Amrit (Plan 186), once the partially paid-up policy gets revived, the reversionary bonuses under such revived policy shall be calculated as if the policy was in force since inception treating the premiums received at the time of revival as deemed to have been received on their respective due dates of payment.

d) The above interim bonus rates are applicable to policies in respect of each policy year entered upon after 31/03/2018 and result into claims by death or maturity (including

those discounted within one year of maturity) or are surrendered during the period commencing from 01/01/2019 and ending 9 months from the date of next valuation.

e) No cash bonus has been declared in respect of New Jeevan Akshay - I (Plan 146).

f) For General Annuity / Pension policies (Plans 147, 148, 169, 812 & 818), the bonus rates are applicable only during the deferment period. The bonus rates in case of Plan 147 & 148 are not applicable for policies exiting by death during the deferment period. However, cash value of bonuses is payable in case of surrenders during the deferment period.

g) No bonus has been declared for any other General Annuity or Pension plans.

h) Policies issued by erstwhile insurers: In respect of policies issued by erstwhile insurers on or before 19/01/1956, the rates of Simple Reversionary Bonus would be as shown below, on the basis of the respective bonus group indices. It may be noted that the bonus rates for policies with Group Index 0 to 9 would be the same as that applicable to policies issued by the Corporation (Group Index 10), for the Valuation as at 31/03/1986 onwards.

Table 2: Simple Reversionary Bonus Rates for policies issued by erstwhile insurers

Group Index	Bonus per thousand Sum Assured per annum	
	Whole Life Assurance	Endowment Assurance
49	343.00	-
25	175.00	120.00
23	161.00	110.40
21	147.00	100.80
20	140.00	96.00
19	133.00	91.20
18	126.00	86.40
17	119.00	-
16	112.00	76.80
15	105.00	72.00
14	98.00	67.20
13	91.00	62.40
12	84.00	57.60
11	77.00	52.80
10	70.00	48.00
0 to 9	70.00	48.00

(i) With profit policies transferred from the UK, Fiji & Mauritius Branch Registers and also those from LIC (International) BSC (Closed) will be allowed bonus at the same rate as applicable to corresponding plans on Indian Registers. Such transferred policies for which no corresponding plans exist on Indian register will be allowed last declared rates for such policies.

3. VESTING OF BONUS

a) The bonuses declared will vest in such policies provided they have been in-force for the full sum assured for a period of 3 years from the date of commencement and are on the books of the Corporation either for full sum assured or in force as on 31.03.2018, with the

exceptions mentioned in paras (b) (c) and (d) below. Further, the above condition shall not apply to policies, where by reason of death occurring at any time within the said period of 3 years, claims are payable for full sum assured along with all attached bonuses subject to any special conditions on vesting of bonuses as applicable to that plan.

b) Under individual annuity or pension policies, bonuses will vest provided the policies have been in force for full sum assured / notional cash option, for a period of at least 2 years from the date of commencement and two full years' premiums have been paid.

c) Under Jeevan Amrit Plan (Table No. 186) bonuses will vest under the policy provided at least one year's premiums have been paid and the policy has been in force for a period of at least one year from the date of commencement.

d) For policies with mode of payment of premium other than single premium under new plans introduced on or after 01.01.2014 the bonuses declared under such policies will vest provided at least 3 full years premium have been paid under those policies and are on the books of the Corporation either for full sum assured or in force as on 31.03.2018. Further, the above condition shall not apply to policies, where by reason of death occurring any time before the payment of said 3 full years premium, claims are payable for full sum assured along with all attached bonuses subject to any special conditions on vesting of bonuses as applicable to that plan.

For policies with single premium mode, the declared bonuses will vest immediately and are payable in the manner as specified under terms and conditions of the plan.

e) In case of policies which become reduced paid-up after the date of valuation but before the payment of all the installments of premium for the policy year current as at the date of Valuation, only proportionate bonus is to be allowed in respect of that policy year.

If a participating policy had become reduced paid-up during the period 01.04.2017 to 31.03.2018, (i.e., it was in force for full sum assured as on 31.03.2017 but is in reduced paid up condition as at 31.03.2018) and if the policy had been in force for full sum assured for a period of at least 3 years from its date of commencement, then the bonuses will vest under such a policy at the rates applicable for the period in which it was in force for full sum assured.

f) Under New Jana Raksha (with profit) policy, if at least two years' premiums have been paid and any subsequent premiums be not duly paid and if death occurs during the period of 3 years from the due date of the first unpaid premium but within 3 years from the date of commencement of the policy, the above condition of vesting of bonus will not apply. The bonuses under such policies shall be payable with reference to the number of years for which premiums have been paid.

g) Under Jeevan Madhur (Plan No.182), Child Career Plan (Plan 184) and Child future Plan (Plan 185), if at least two years' premiums have been paid and any subsequent premiums be not duly paid and if death occurs during the period of 2 years from the due date of the first unpaid premium (Auto cover period) but within 3 years from the date of commencement of the policy, the above condition of vesting of bonus will not apply. The bonuses under such policies shall be payable with reference to the number of years for which premiums have been paid.

h) Without profit policies converted to with-profit will participate in profits from the policy anniversary coinciding with the date of conversion i.e. for determining the number of years of bonus payable, the period will be reckoned from the date of conversion. However, bonuses on such policies will vest subject to conditions mentioned above. In respect of

conversion on or before 31/12/1998, the qualifying period of 3 years will be reckoned from the date of commencement and the term for determining the Bonus rate will be reckoned from the date of commencement. For conversion from 01/01/1999 onwards, the qualifying period of 3 years for vesting of bonus, the term for determining the bonus rate and the number of years' bonus will be reckoned from the date of conversion.

i) In respect of Children Plans the following provisions shall apply:

Table 3 – Bonus Provisions in respect of Children Plans and Jeevan Tarang Plan

Sl. No.	Plans	Participate from	Term to be used for arriving Bonus rates	
(1)	CDA Limited Payment Whole Life(Plans 35 to 38 & 49)	The deferred date	For policies vested on or before 31-12-1998	For policies vesting after 31-12-1998
	CD Endowment Assurance (Plans 39 to 42 & 50)		The Bonus rate will be determined with reference to the policy term counted from the date of commencement of the policy.	The Bonus rate will be determined with reference to the policy term counted from the deferred date.
	CAP Policy (Plan 80 & 81)			
(2)	New CDA Policy (Plan92)	The date of commencement of risk	The Bonus rate will be determined with reference to the policy term counted from the date of commencement of risk.	
(3)	Jeevan Balya policy (Plan 101)	The Vesting date	The Bonus rate will be determined with reference to the policy term counted from the vesting date.	
(4)	Jeevan Kishore (Plan 102) Jeevan Sukanya (Plan 109) Child Career Plan (Plan 184) Child Future Plan (Plan 185) Jeevan Tarang (Plan 178) New Children's Money Back (Plan 832)	The date of commencement of Policy.	The Bonus rate will be determined with reference to the policy term counted from the date of commencement of policy. Bonuses will vest under the policy at the policy anniversary at which risk commences or after completion of 3 policy years whichever is later.	

Note: (1) In case of Jeevan Tarang where age at entry of the life assured is less than or equal to 12 years nearest birthday then conditions as per para 3 i) (4) is applicable otherwise para 3 a) is applicable.

(2) In case of New Children's Money Back where age at entry of the life assured is less than 8 years nearest birthday then conditions as per para 3 i) (4) is applicable otherwise para 3 a) is applicable.

4. INTERIM BONUS

Interim Bonuses at the rates specified in Table 1 above are also declared in respect of the following policies for the period specified against each:-

a) For all participating policies becoming claims by death or maturity or discounted (i.e. surrendered within one year preceding the date of maturity) during the period commencing January 1, 2019 and ending 9 months from the date of next valuation in respect of each policy year entered upon after March 31, 2018 provided the policies are in force for the full sum assured as on the date of claim or discount as the case may be.

b) For all participating policies which are surrendered (excluding discounted claims, i.e. those policies which are surrendered within one year of maturity) during the period commencing 1st January 2019 and ending 9 months following the date of next valuation in respect of each policy year entered upon after 31st March 2018 provided such policies are entitled to participate in profits as on the date of next valuation.

c) Under new plans introduced during financial year 2017-18, for all participating policies becoming claims by death up to 31st December 2019, in respect of each policy year provided such policies are in full force for the sum assured on the date of claim.

d) Entitlement to Interim Bonuses is further subject to the conditions mentioned under Paragraph 3 above.

5. FINAL (ADDITIONAL) BONUS

(i) In addition to the Simple Reversionary Bonuses and Interim Bonuses, Final (Additional) Bonus (FAB) have also been declared in respect of participating policies resulting into claims by maturity or claim discounted (i.e., surrendered with one year preceding the date of maturity) or death claims during the period commencing from January 1, 2019 and ending 9 months from the date of next valuation (i.e. up to 31.12.2019), at the rates mentioned below, provided they are kept in force for full sum assured till the date of maturity or the date of discounting or the date of death as the case may be subject to the qualifying conditions being satisfied. It may be noted that the rates of Final (Additional) Bonus are related to the sum assured group under the policy.

(ii) Plans of Groups 1, 2, 8, 9 and 10 of Table 1

In case of Plans of Groups 1, 2, 8, 9 and 10 of Table 1 the Final (Additional) Bonuses as per Table 4 is payable on maturity (including discounted claims) or in case of claims by death, provided the policy is in full force and premiums have been paid for 15 years or more. The rates of Final (Additional) Bonus are as follows:

Table 4

Terms in respect of maturities, discounted maturity claims / Number of years' premiums paid in respect of claims by death (#)	Amount of Final (Additional) Bonus per ₹ 1000/- Sum Assured for policies with sum assured			
	Up to 25,000	25,001 to 50,000	50,001 to 1,99,999	2,00,000 and above
15	0	0	10	20
16	0	0	15	25
17	0	10	20	30
18	10	15	25	35

Terms in respect of maturities, discounted maturity claims / Number of years' premiums paid in respect of claims by death (#)	Amount of Final (Additional) Bonus per ₹ 1000/- Sum Assured for policies with sum assured			
	15	20	30	50
19	15	20	30	50
20	20	25	40	70
21	25	30	50	100
22	30	50	80	150
23	35	100	150	250
24	70	150	230	350
25	170	250	330	450
26	270	350	430	550
27	370	450	540	670
28	470	550	650	790
29	570	650	760	910
30	670	750	900	1100
31	800	900	1100	1300
32	950	1050	1300	1550
33	1100	1200	1550	1800
34	1250	1350	1700	2050
35	1400	1500	1850	2300
36	1550	1650	2050	2550
37	1700	1800	2250	2800
38	1850	1950	2500	3050
39	2000	2100	2750	3300
40 & above	2150	2500	3000	3550

(#) In the case of death claims under Single Premium / Fully Paid-up Limited Premium Payment policies the number of years in the first column indicates the number of policy years elapsed inclusive of the policy year in which the death takes place.

(iii) Plans of Group 5 of Table 1

The Final (Additional) Bonuses as per Table 5 are applicable in respect of Plans of Group 5 of Table 1 and are payable at the following rates:

Table 5

Terms in respect of maturities, discounted maturity claims / Number of years' premiums paid in case of premium paying policies, Duration** elapsed in case of fully paid up policies in respect of claims by death	Amount of Final (Additional) Bonus Per ₹ 1000/- Sum Assured for policies with Sum Assured			
	Up to 25,000	25,001 to 50,000	50,001 to 1,99,999	2,00,000 & above
Below 15	0	0	0	0
15 - 19	0	0	15	20
20	0	10	30	40
21 - 24	10	20	30	40
25	40	150	175	225

** Duration = Policy anniversary following date of claim minus Date of commencement

(iv) Plans of Group 7 of Table 1

The Final (Additional) Bonuses as per Table 6 are applicable in respect of Plans of Group 7 of Table 1 and are payable at the following rates:

Table 6

Policy Term in respect of maturities / Duration** elapsed in respect of claims by death	Amount of Final (Additional) Bonus Per ₹ 1000/- sum assured for policies with sum assured			
	Up to 25,000/-	25,001 to 50,000	50,001 to 1,99,999	2,00,000 and above
Below 15	0	0	0	0
15 - 19	0	0	20	30
20	40	50	75	100
21 - 24	40	80	100	125
25	100	375	450	560

** Duration = Policy anniversary following date of claim minus Date of commencement

(v) Plan of Group 14 of Table 1

The Final (Additional) Bonuses as per Table 7 are applicable in respect of Plan of Group 14 of Table 1 and are payable at the following rates:

Table 7

Terms in respect of maturities/number of years' premiums paid in respect of claims by death	Amount of Final (Additional) Bonus per Rs.1,000/- sum assured for policies with sum assured	
	100000 to 1,99,999	2,00,000 and above
Below 15	0	0
15	10	20
16	20	35
17	35	50
18	50	75
19	75	100

(vi) Plan of Group 24 of Table 1

The Final (Additional) Bonuses as per Table 8 are applicable in respect of Plan of Group 24 of Table 1 and are payable at the following rates:

Table 8

Terms in respect of maturities, discounted maturities/policy year on death	Amount of Final (Additional) Bonus per Rs.1,000/- sum assured for policies with sum assured	
	50000 to 1,99,999	2,00,000 and above
Below 15	0	0
15 - 18	25	40

(vii) Plan of Group 16 of Table 1

The Final (Additional) Bonuses as per Table 9 are applicable in respect of Plan of Group 16 of Table 1 and are payable at the following rates:

Table 9

Elapsed duration in respect of claims by death*	Amount of Final (Additional) Bonus per ₹ 1,000/- sum assured for policies with sum assured
	All Sum Assured
15 and above	20

*Elapsed duration is inclusive of the policy year in which death takes place.

(viii) Plan of Group 25 of Table 1

The Final (Additional) Bonuses as per Table 10 are applicable in respect of Plan of Group 25 of Table 1 and are payable at the following rates:

Table 10

Terms in respect of maturities, discounted maturities/number of years' premiums paid in respect of claims by death*	Amount of Final (Additional) Bonus per ₹ 1,000/- sum assured for policies with sum assured
	All Sum Assured
15 & above	125

* In case of death claims under Single Premium/Fully Paid-up limited payment policies the number of years in the first column would mean the number of policy years elapsed inclusive of the policy year in which the death takes place.

(ix) Plan of Group 27 of Table 1

The Final (Additional) Bonuses as per Table 11 are applicable in respect of Plan of Group 27 of Table 1 and are payable at the following rates:

Table 11

Terms in respect of maturities, discounted maturities/number of years' premiums paid in respect of claims by death*	Amount of Final (Additional) Bonus per ₹ 1,000/- sum assured for policies with sum assured
	All Sum Assured
15 & above	125

* In case of death claims under Fully Paid-up limited payment policies the number of years in the first column would mean the number of policy years elapsed inclusive of the policy year in which the death takes place.

(x) Plan of Group 26 of Table 1

The Final (Additional) Bonuses as per Table 12 are applicable in respect of Plan of Group 26 of Table 1 and are payable at the following rates:

Table 12

On vesting / Policy year on death during deferment period	Amount of Final (Additional) Bonus per ₹ 1,000/- sum assured for policies with sum assured
	All Sum Assured
15 & above	125

(xi) Plan of Group 17 of Table 1

The Final (Additional) Bonuses as per Table 13 are applicable in respect of Plan of Group 17 of Table 1 and are payable at the following rates:

Table 13

Terms in respect of maturities, discounted maturities/number of years' premiums paid in respect of claims by death*	Amount of Final (Additional) Bonus per ₹ 1,000/- sum assured for policies with sum assured
	All Sum Assured
15 & above	50

* In case of death claims under Single Premium/Fully Paid-up limited payment policies the number of years in the first column would mean the number of policy years elapsed inclusive of the policy year in which the death takes place.

(xii) No final (additional) bonus has been declared in respect of Jeevan Akshay (Plan 97) policies, Jeevan Dhara (Plan 96) policies (both on vesting and on death after vesting), Immediate Annuities (Plan 115), Deferred Annuities (Plan 116), Jeevan Suraksha (Plan 122), New Jeevan Suraksha I (Plan 147) and New Jeevan Dhara I (Plan 148) policies.

Notes:

1. In the case of policies with mode of payment of premiums other than yearly, unpaid premiums if any, falling due before the policy anniversary are deducted from the claim amount and hence they should be treated to have been received for this purpose.

- 2.** In case of the Progressive Protection Policies which are in full force, the Final (Additional) Bonus will be based on the sum assured in force on the date of death / maturity, subject to other qualifying conditions mentioned above.
- 3.** For payment of Final additional bonuses - In case of Children's Deferred Assurance Policies (Plans 35 to 42, 49, 50, 80 & 81), the term / duration at death will be reckoned from the deferred date. In case of New Children's Deferred Assurance Policies (Plan 92), the term / duration at death will be reckoned from the risk commencing date. In case of Jeevan Balya (Plan 101), the term / duration at death would be reckoned from the vesting date. In the case of Jeevan Kishore (Plan 102) and Jeevan Sukanya (Plan 109), the term or duration at death would be reckoned from the date of commencement of the policy.
- 4.** In case of multi-purpose policies in respect of death claims, the Final (Additional) Bonus will be paid only at the end of the original term along with the Reversionary Bonus, subject to other qualifying conditions mentioned above.
- 5.** Where a non-participating policy has been altered to a participating policy, the period of Final (Additional) Bonus both as regards death claims and maturity claims will be reckoned from the date of such alteration.
- 6.** In case of Convertible Whole Life Policy converted to With Profit Endowment Policy after 5 years, the period for Final (Additional) Bonus will be reckoned from the scheduled date of conversion. In respect of Convertible Whole life With Profit Policy (Plan 28) the period will be reckoned from the date of commencement of the policy.
- 7.** In case of Marriage Endowment and Jeevan Chhaya policies, in respect of death claim, the final additional bonus will be paid at the end of the original term along with reversionary bonuses subject to other qualifying conditions mentioned above.
- 8.** In case of policies transferred from UK, Fiji and Mauritius branch registers and also those from LIC (International) BSC (Closed), the term / duration at death for the purpose of Final Additional Bonus will be reckoned from the actual date of transfer of policies to India.
- 9.** The above rate of Final (Additional) Bonus and qualifying conditions will apply to participating assurance policies of a similar nature issued by erstwhile insurers irrespective of their bonus indices.
- 10.** In case of doubt in respect of any special plan of any of the erstwhile insurers regarding eligibility for Final (Additional) Bonus, reference may be made to Actuarial Department, Central Office giving details of Plan, Benefits, etc.
- 11.** In case of maturity claims, if no premiums have been paid during the last policy year, but the policy was in force for full sum assured on the policy anniversary prior to the maturity date, the claim is paid for full sum assured on the maturity date along with reversionary and interim bonus subject to the deduction of the unpaid installments of premium with interest, if any, for the last year of the Policy. Such policies will be eligible for payment of Final (Additional) Bonus for full sum assured if other qualifying conditions stated herein are satisfied.
- 12.** Where a policyholder discounts the policy within one year preceding the date of maturity, the policy will be eligible for Final (Additional) Bonus provided other qualifying conditions are satisfied.

13. The policies for which death claim is payable as per Claims Concession Clause, the Final (Additional) Bonus would be payable provided other qualifying conditions stated in this circular are satisfied.

6. LOYALTY ADDITIONS

a) Maturity and Death: Provided the policy is in full force the loyalty addition rates in respect of the plans given below except in case of Jeevan Saral plan will apply to all eligible policies on maturity or on discounting in the last year of maturity or on earlier death wherever applicable as per the instruction issued by us in respect of each such plans. Loyalty addition is also payable on surrender under Jeevan Saral (Plan 165), Jeevan Shagun (Plan 826) & Jeevan Sangam (Plan 831) as per the terms and conditions applicable therein the plan. These rates are applicable during the period commencing 01/01/2019 and ending 9 months from the date of next valuation (i.e. up to 31/12/2019). For Jeevan Saral plan separate instructions have been given on page 22 of this circular.

Table 14

Payable on maturity per ₹ 1000 sum assured		
Plan	Term	Loyalty Addition
Bal Vidya (Plan 135)	16	850
Bal Vidya (Plan 135)	17	1000
Bal Vidya (Plan 135)	18	1200
Bal Vidya (Plan 135)	19	1400
Bal Vidya (Plan 135)	20	1500
Bima Nivesh 2005 (Plan 171)	10	120
Bima Bachat (Plan 175)	9	110
Bima Bachat (Plan 175)	12	200
Bima Bachat (Plan 175)	15	300
New Bima Gold (Plan 179)	12	100

Payable on maturity/death per ₹ 1000 sum assured		
Plan	Term/Policy year on death	Loyalty Addition
Jeevan Vishwas (Plan 136)	5-21	40

Payable on maturity/death per ₹ 1000 sum assured			
Plan	Term/Policy year on death	Loyalty Addition	
Nav Prabhat (Plan 137)	19-21	Maturity/Death in the year of maturity	Death in the other policy year
		130	65

Payable on death per ₹ 1000 sum assured		
Plan	Policy year on death	Loyalty Addition
New Bima Bachat (Plan 816)	6	20
	7	30

Payable on maturity or death as a percentage of premiums (₹) paid			
Plan	Term / Policy year on death	Loyalty Addition	
		Maturity/Death in the year of maturity	Death in other policy year
Bima Kiran (Plan 111)	17 to 19	35%	25%
	20 to 24	45%	35%
	25 to 26	60%	45%

Loyalty Addition payable on maturity or death per ₹ 1000 sum assured under Jeevan Shree (Plan 112)									
Term	17	18	19	20	21	22	23	24	25
Term/Policy year on death									
17	450	300	200	145	120	100	85	70	70
18		560	350	200	150	125	105	85	85
19			680	260	200	150	125	105	105
20				810	260	200	150	125	125
21					950	250	190	150	150
22						1090	300	250	200
23							1200	325	275
24								1250	350
25									1300

Payable on maturity or death (after commencement of risk) per ₹ 1000 sum assured		
Plan	Policy year on death or maturity from commencement of risk	Loyalty Addition
Children Money Back (Plan 113)	12	10
	13	15
	14	20
	15	30
	16	40
	17	50
	18	65
	19	80

Under Children Money Back (Plan 113), duration for determining the loyalty addition shall be reckoned from the date of commencement of risk of the policy and shall be applicable for all contingencies eligible to get loyalty additions as per policy conditions.

Loyalty Addition payable on maturity or death per ₹ 1000 sum assured		
Plan	Jeevan Sanchay (Plan 125)	Jeevan Sanchay (Plan 126)
Term /Policy year on death		
17	20	-
18	30	-
19	40	-
20	60	10
21		15
22		20
23		25
24		40

Loyalty Addition payable on maturity or death per ₹ 1000 sum assured		
Plan	Term /Policy year on death	Loyalty Addition
Jeevan Sneha (Plan 128)	18	20
	19	30
	20	100

In respect of plan Jeevan Sneha (Plan 128) loyalty addition is payable only to those policyholders who have not anytime opted for deferment of survival benefit.

Loyalty Addition payable on maturity or death as a percentage of premiums (₹) paid – New Bima Kiran (Plan 150)												
Term	14	15	16	17	18	19	20	21	22	23	24	>= 25
Term/Policy year on death												
14	30%	7%	7%	7%	7%	7%	7%	7%	7%	7%	7%	7%
15		35%	7%	7%	7%	7%	7%	7%	7%	7%	7%	7%
16			40%	8%	8%	8%	8%	8%	8%	8%	8%	8%
17				45%	8%	8%	8%	8%	8%	8%	8%	8%
18					50%	8%	8%	8%	8%	8%	8%	8%
19						55%	8%	8%	8%	8%	8%	8%

For ascertaining loyalty addition amount under New Bima Kiran (Plan 150), total premium paid under the policy as on the date of claim shall be considered.

Loyalty Addition payable on maturity or death per ₹ 1000 sum assured			
Plan	Jeevan Samridhi (Plan 155)	Jeevan Samridhi (Plan 156)	Jeevan Samridhi (Plan 157)
Term/Policy year on death			
14	130	90	90
15	200	100	100
16		100	100
17		100	100
18		100	100

Payable on maturity or death (after commencement of risk) per ₹ 1000 sum assured		
Plan	Policy year on death or maturity from commencement of risk	Loyalty Addition
Komal Jeevan (Plan 159)	5	30
	6	35
	7	40
	8	45
	9	55
	10	65
	11	75
	12	90
	13	110
	14	130
	15	140
	16	150

Under Komal Jeevan (Plan 159), duration for determining the loyalty addition shall be reckoned from the date of commencement of risk of the policy and shall be applicable for all contingencies eligible to get loyalty additions as per policy conditions.

Loyalty Addition Payable on death per ₹ 1000 sum assured		
Plan	New Jeevan Shree (151-20)	New Jeevan Shree (151-25)
Policy year on death		
16	120	115
17	140	135
18	160	135
19	170	135

Payable on exit, by maturity/death/surrender per ₹ 1000 maturity sum assured for the corresponding duration for which the policy is in force provided that at least 10 full year's premiums have been paid – Jeevan Saral (Plan 165)				
Premium Band	Up to 5000	5001 to 20000	20001 to 50000	Above 50000
Duration				
10	300	360	425	475
11	350	415	475	515
12	375	450	500	550
13	400	475	550	600
14	430	500	570	625
15	460	520	600	650
16	490	560	640	690
17	530	600	680	730

The annual premium band for determining loyalty addition under Jeevan Saral (Plan 165) shall be arrived at on the basis of monthly basic premium. In case of partial surrender, the annual premium band shall be arrived at on the basis of reduced monthly basic premium. Kindly refer item no. 1 of the notes given below regarding instructions of payment of loyalty additions under Jeevan Saral (Plan 165).

Payable on maturity/death in the year of maturity per ₹ 1000 maturity sum assured (MSA)			
Plan	Term	MSA Band	Loyalty Addition
Jeevan Aastha (Plan 195)	10	Up to 99999	25
		100000 to 149999	35
		150000 to 249999	40
		250000 to 349999	45
		Above 349999	50

Payable on maturity/death in the year of maturity per ₹ 1000 maturity sum assured		
Plan	Term	Loyalty Addition
Jeevan Nischay (Plan 199)	10	50

Payable on maturity/death in the year of maturity per ₹ 1000 sum assured		
Plan	Term	Loyalty Addition
Jeevan Deep (Plan 810)	6 - 8	40

Payable on death per ₹ 1000 maturity sum assured		
Plan	Policy year on death	Loyalty Addition
Jeevan Sugam (Plan 813)	6	10
	7	15
	8	20

Payable on death or surrender per ₹ 1000 maturity sum assured		
Plan	Policy year on death / completed policy year on surrender	Loyalty Addition
Jeevan Shagun (Plan 826)	5 - 6	5

Loyalty addition under Jeevan Shagun (Plan 826) for policies exiting as a result of surrender is payable for completed policy year on the date of surrender. However, in case of death, loyalty addition is payable depending on the policy year in which death takes place. Loyalty addition under both the contingencies are payable once the policy completes 5 policy years on the date of the event.

Payable on death per ₹ 1000 basic sum assured		
Plan	Policy year on death	Loyalty Addition
Jeevan Rakshak (Plan 827)	6	10

Payable on death or surrender per ₹ 1000 maturity sum assured		
Plan	Policy year on death / complete policy year on surrender	Loyalty Addition
Jeevan Sangam (Plan 831)	5 - 6	5

Loyalty addition under Jeevan Sangam (Plan 831) for policies exiting as a result of surrender is payable for completed policy year on the date of surrender. However, in case of death, loyalty addition is payable depending on the policy year in which death takes place. Loyalty addition under both the contingencies are payable once the policy completes 5 policy years on the date of the event.

No Loyalty Additions have been declared for any other Plans

b) Surrender: No Loyalty Addition is payable for policies surrendered except Jeevan Saral (Plan 165), Jeevan Shagun (Plan 826) and Jeevan Sangam (Plan 831) in the manner as explained above.

Notes:

1. Jeevan Saral (Plan 165):

Under Jeevan Saral (Plan 165), provided at least 10 years premiums have been paid under the policy and policy has been in force for at least 10 years, the loyalty addition is payable on exits by maturity or death or surrender per thousand maturity sum assured for the complete duration for which the premiums have been paid. Provided further that loyalty addition is also payable if death claim occurs in the 10th year of the policy and the policy then is in full force.

For the purpose of determining the rate of loyalty addition for exits by death or surrender or maturity the duration in completed years for which premiums have been paid shall be considered. For example, if the premiums have been paid for say

11 years and 6 months, the rate of loyalty addition shall be corresponding to 11 years duration and the fraction shall be ignored.

In case the policy results in death claim for the 10th policy year, provided the policy is in force at the time of death, the duration for determining the loyalty addition shall be 10 years.

For exits by death or surrender or maturity, once the rate of loyalty addition for the complete duration for which the premiums have been paid has been determined as above this rate should then be applied on **the higher of**

“Accumulated / Discounted Value as the case may be, as described in Step-5 of the circular ref: Actl./2119/4 dated 21/09/2007 (such accumulated or discounted value calculated on the reduced maturity sum assured in case of earlier partial surrender(s) under the policy)”

and

“The maturity sum assured (reduced maturity sum assured in case of partial surrender(s) under the policy) multiplied by the ratio of the number of premiums paid to the total number of premiums payable under the policy”.

It may be noted that in case of partial surrender, the corresponding benefits should be proportionately reduced.

Needless to add that if all the premiums have been paid under the policy and the policy reaches maturity, the rate of loyalty addition shall be applied on the original maturity sum assured if no partial surrender has been availed of or on such reduced maturity sum assured if partial surrender has been availed of.

2. In the case of policies with mode of payment of premiums other than yearly, unpaid premiums if any, falling due before the policy anniversary are deducted from the claim amount payable on death and hence they should be treated to have been received for this purpose.
3. In case of maturity claims, if no premiums have been paid during the last policy year, but the policy was in force for full sum assured on the policy anniversary prior to the maturity date, the claim is paid for full sum assured on the maturity date along with Guaranteed Additions, reversionary and interim bonus (if any) subject to the deduction of the unpaid installments of premium with interest, if any, for the last year of the Policy. Such policies will be eligible for payment of Loyalty Additions for full sum assured if other qualifying conditions stated herein are satisfied.
4. Where a policyholder discounts the policy within one year preceding the date of maturity, the policy will be eligible for Loyalty Additions provided other qualifying conditions are satisfied.
5. The policies for which death claim is payable as per Claims Concession Clause, the Loyalty additions would be payable provided other qualifying conditions stated in this circular are satisfied.
6. The policy under which free insurance cover is available and if death takes place during free insurance cover period, loyalty addition for the period of free insurance cover for which premiums have not been paid would not be payable.

7. With profit policies transferred from the UK, Fiji & Mauritius Branch Registers and also those from LIC (International) BSC (Closed) will be allowed loyalty additions at the same rate as applicable to corresponding plans on Indian Registers. Such transferred policies for which no corresponding plans exist on Indian register will be allowed last declared loyalty addition rates for such policies.

7. Additional interest under Bima Account

Provided the policy is in-force, 2.50% of policyholder account value on the date of maturity or on the date of death during the last policy year for policy term 7 years has been declared under Bima Account I (Plan 805).

No additional interest rates have been declared under Bima Account II (Plan 806).

CHIEF (ACTUARIAL)