ICICI Pru

PremierLife Pension

Retirement Solutions

ICICI PRUDENTIAL LIFE INSURANCE

You have strived hard to achieve your dreams and have attained the best comforts life could offer. After having reached this enviable and secure position, wouldn't you like to continue living life on your own terms even after retirement? If you think so, then you need a retirement solution that not only suits your needs but also lets you retire RICH.

To help you achieve this, we present ICICI Pru PremierLife Pension - a limited premium paying, unit-linked pension policy designed for preferred customers like you. This unique policy helps you customize your investments by allowing you to decrease your premium contributions as well as allowing you to boost your investment kitty by making top-ups at any time. Once you arrive at your retirement age the accumulated value of your policy provides you with a regular income (pension) for life.

Key benefits of ICICI Pru PremierLife Pension

- Flexibility of a limited premium payment term of 3 or 5 years.
- Flexibility to decrease your premium contribution from 2nd year onwards.
- Flexibility to increase your investment by investing additional money. over and above your regular premiums as top ups[1]
- Choose from 8 investment funds to invest your money based on your risk appetite.
- Eliminate the need to time your investment with the Automatic Transfer Strategy.
- Avail tax benefit[2] on premiums paid under the Income Tax Act, 1961.
- Get regular income (pension) post retirement.

- Flexibility to choose from 5 pension options through which you can receive your pension.
- Choose your retirement date[3] from which you will start receiving your pension.
- Receive tax free[2] commutation up to one-third of the accumulated value on vesting (retirement) date[4].

How does the policy work?

1. Select a Premium Payment Term (PPT) of 3 or 5 years.
2. Choose an amount that you wish to invest, subject to a minimum of Rs. 1,00,000 for 3 year PPT and Rs. 60,000 for 5 year PPT.
3. Choose a vesting age[3] between 50 and 80 years, subject to a minimum term of 10 years.
4. Pay premiums for the chosen PPT and accumulate savings for your retirement.
5. On survival till the vesting age, the policy proceeds may be used to receive a pension. You also have an option to receive up to 1/3rd of the Fund Value as a lump sum[4].

Benefits in detail

Death Benefit

In the unfortunate event of death before vesting, the spouse receives the Fund Value. This may be taken as lump sum or may be used to purchase an annuity from the company. Alternately, a portion of it (up to one-third) can be taken as a lump sum of the policy proceeds and apply the balance to provide an annuity under the immediate annuity plan of the company then available for this purpose. However, where the spouse is not the nominee, the benefits will be paid in lump sum to the nominee.

In this policy, the investment risk in investment portfolio is borne by the policyholder.

Flexible Retirement Date

You can start receiving pension any time after you reach 50 years of age However, you have the option of deferring this date till the age of 80 years[3].

Choice of Investment Funds

We offer you a choice of 8 investment funds. You can choose to invest in the fund(s) of your choice according to your investment needs[5]

Fund	Asset Allocation	Min.	Max.	Potential Risk-Reward
Pension R.I.C.H. II: Returns from equity investments in four types of industries viz. Resources, Investment/Capital goods, Consumption and Human capital leveraged.	Equity & Related Securities Debt, Money Market & Cash	80% 0%	100% 20%	High
Pension Flexi Growth II: Long term returns from an equity portfolio of large,mid and small cap companies.	Equity & Related Securities Debt, Money Market & Cash	80% 0%	100% 20%	High
Pension Multiplier II: Long term capital appreciation from an equity portfolio.	Equity & Related Securities Debt, Money Market & Cash	80% 0%	100% 20%	High
Pension Flexi Balanced II: Balance of capital appreciation and stable returns from an equity (large, mid & small cap companies) & debt portfolio.	Equity & Related Securities Debt, Money Market & Cash	0% 40%	60% 100%	Moderate
Pension Balancer II: Balance of growth and steady returns from an equity & debt portfolio.	Equity & Related Securities Debt, Money Market & Cash	0% 60%	40% 100%	Moderate
Pension Protector II: Accumulate steady income at a lower risk.	Debt Instruments, Money Market & Cash	100%	100%	Low
Pension Preserver : Protection of capital through very low risk investments.	Debt Instruments Money Market & Cash	0% 50%	50% 100%	Capital preservation
Pension Return Guarantee Fund*: Provides guaranteed returns through investment in a diversified portfolio of high quality fixed income instruments	Debt Instruments, Money Market & Cash	100%	100%	Low

** The Pension Return Guarantee Fund (PRGF) consists of close ended tranches of terms 5 and 10 years. They are intended to provide you a return over a specified period, subject to a guarantee. The fund will be offered in tranches over a period of time and each tranche will be open for subscription for a brief period of time and will terminate on a specified date. We shall guarantee the NAV that will apply at the termination of each tranche. We propose to offer new tranches of this fund from time to time and the guaranteed NAV would be specified at the time of launch of each tranche. If you opt for PRGF at inception, only your first premium will be directed to the fund. Subsequent premiums are allocated to the other funds in a proportion specified by you at the time of inception[6]. On termination of the PRGF tranche, the proceeds will be allocated into the other funds in the same proportion as the fund portfolio at that time. In exceptional case of the entire fund being invested in a guarantee fund at the time of termination, the proceeds would be allocated to the funds opted for at inception. Kindly contact your nearest branch or our call centre regarding its availability and the applicable guaranteed NAV.*

Automatic Transfer Strategy

With this strategy, you can invest your premium as a lump sum amount in our money market fund (Pension Preserver) and transfer a chosen amount every month into any one of the following funds: Pension Flexi Growth II / Pension R.I.C.H. II / Pension Multiplier II. This facility will be available free of charge[7].

Switching Option

With this option you can switch between the various funds at any time depending on your financial priorities & investment decision. 4 free switches are allowed every policy year. The minimum switch amount is Rs. 2,000.

Top-up

You can decide to increase your investment by investing additional money over and above your regular premiums, at your convenience[1]. The minimum amount of top-up is Rs.2,000.

Premium Reduction

You may reduce your premium after the first policy year. In the 2nd and 3rd policy year, the premium may be reduced up to 75% of the first year's premium, subject to the minimum specified limits under the chosen premium payment term. If the 5 year PPT is chosen, the premium may be reduced up to a minimum of Rs. 60,000 from the 4th policy year onwards.

Cover Continuance Option

If you avail of the cover continuance option, it ensures that your policy continues in case you are unable to pay premiums. This option is available any time after payment of the first three years' premium. All applicable charges will be automatically deducted from the units available in your fund[8].

Benefits during the Annuity (Pension) Phase

The accumulated value of your investment will start paying you a regular income in the form of a pension[9] at a frequency chosen by you. The annuity can be received monthly, quarterly, half-yearly or yearly. You can choose to receive the annuity in your bank account and also through an ICICI Prudential Annuity Card. For details, please contact our Customer Service Help line.

(a) Choose among 5 different ways of receiving your pension

On vesting, you have the flexibility to choose from the following five different annuity (pension) options. Currently the following options are available:

Life Annuity

Life Annuity with Return of Purchase Price

Life Annuity Guaranteed for 5/10/15 years & for life thereafter

Joint Life, Last Survivor without return of Purchase Price

Joint Life, Last Survivor with return of Purchase Price

(b) Choose your pension provider (Open Market Option)

At the time of Vesting this option enables you to buy a pension from any other life insurer of your choice. You have the freedom to take the best offer available in the market.

(c) Commutation of pension fund

You have the option to receive a lump sum amount up to 1/3rd of the total fund value, tax- free[2], on the vesting(retirement) date[4].

Can I surrender my policy?

Yes, you can surrender your policy. Surrender values are available to you after deducting surrender charges and would depend on the number of completed policy years:

a) Applicable Surrender Values where 3 full policy years premium have not been paid have been shown in the table:

Complete policy years for which premiums are paid	Surrender Values as a % of Fund Value
Less than one Year	0%
1 year but less than 2 years	25%
2 year but less than 3 years	40%

However, this surrender value will be paid only after the completion of three policy years or whenever the policy is surrendered thereafter[10]. All benefits under the plan (other than the surrendered benefit) shall cease after the expiry of the days of grace for payment from due date of the first unpaid premium

b) Following are the surrender values applicable after payment of full three years' premium and would depend on the number of completed policy years[11]:

Completed Policy years	Surrender Value as a % of Fund Value
3 years	96%
4 years	98%
5 years & above	100%

The surrender shall extinguish all right, benefits and interests under the policy.

Illustration

Annual Premium: Rs. 10,00,000 PPT: 3 years

Age at entry : 35 years Term: 15 years

Annuity Option : Life Annuity Annuity Frequency : Annual

Illustration table: Pension Protector II fund

Returns @ 6% p.a.		Returns @ 10% p.a.	
Accumulated savings	Expected Yearly Annuity	Accumulated savings	Expected Yearly Annuity
Rs. 55,24,895	Rs. 3,42,164	Rs. 92,86,359	Rs. 5,75,117

Annual Premium: Rs. 5,00,000 PPT: 5 years

Age at entry : 35 years Term: 15 years

Annuity Option : Life Annuity Annuity Frequency : Annual

Illustration table: Pension Protector II fund

Returns @ 6% p.a.		Returns @ 10% p.a.	
Accumulated savings	Expected Yearly Annuity	Accumulated savings	Expected Yearly Annuity
Rs. 44,91,066	Rs. 2,78,138	Rs. 72,92,634	Rs. 4,51,643

The above illustrations are for a healthy male with entire investment in Pension Protector II during accumulation phase. The above are illustrative returns, net of all charges including service tax and education cess. Since your policy offers variable returns, the above illustration shows two different rates (6% p.a. & 10% p.a. as per the guidelines of Life Council) of assumed future investment returns[12.]

ICICI Pru PremierLife Pension Features at-a-glance		
Premium Payment Terms	3 years	5 years
Minimum Premium	Rs.1,00,000	Rs. 60,000
Minimum Top-up Premium	Rs. 2,000	
Minimum/Maximum Entry Age	18 / 70 years	
Minimum/Maximum Vesting Age	50 / 80 years	
Minimum Policy Term	10 years	
Premium Payment Frequency	Yearly, Half Yearly, Monthly	
Tax Benefits[2]	The premium paid by you under this policy is eligible for tax benefit under Section 80CCC	

What are the charges under the policy?

Premium Allocation Charge

This will be deducted from the premium amount at the time of premium payment and units will be allocated thereafter. All top up premiums are subject to a premium allocation charge of 1%

Premium Payment Term	% of premium				
	Year 1	Year 2	Year 3	Year 4	Year 5
3 years	14%	4%	4%	–	–
5 years	14%	4%	4%	2%	2%

Fund Management Charge (FMC)

The annual fund management charge which will be adjusted from the Net Asset Values (NAV) of various Funds, are as follows:

Fund	Pension R.I.C.H. II, Pension Flexi Growth II, Pension Multiplier II, Pension Return Guarantee Fund	Pension Flexi Balanced II, Pension Balancer II	Pension Protector II, Pension Preserver
Charge	1.50% p.a	1.00% p.a	0.75% p.a

Policy Administration Charge

The fixed policy administration charge is Rs. 60 per month for all premium paying modes. This will be recovered by cancellation of units.*

Switching Charge

4 free switches are allowed every policy year. Subsequent switches will be charged at Rs. 100 per switch*. During the first 3 policy years switches will not be allowed unless all due premiums till date have been paid. Any unutilized free switch cannot be carried forward to subsequent years.

** These charges will be deducted by cancellation of units*

Terms and Conditions

1. Top ups are allowed only if all the due regular premiums have been paid.
2. Tax benefits under the policy are subject to conditions under section 80 CCC, 10(10A) of the Income Tax Act, 1961. Service tax and education cess will be charged extra as per applicable rates. The tax laws are subject to amendments from time to time.

3. The postponement of retirement date (vesting date) should be intimated 6 months before the original vesting date. During the postponement period, you have the option of switching between the funds.
4. Commutation of pension on vesting date is tax free under section 10(10A) of the Income Tax Act, 1961, amount received on surrender, as pension is taxable as income.
5. In case you have opted for PRGF, your first premium deposit, post deduction of allocation charges, is to be allocated for purchase of PRGF units.
6. The policyholder will have the option to invest future premiums into the fund(s) of his choice, including the Pension Return Guarantee fund if a tranche is open for subscription.
7. The minimum transfer amount under the Automatic Transfer Strategy is Rs.2,000. To effect it, the required number of units will be withdrawn from Pension Preserver fund at the applicable unit value, and new units will be created in the Pension Flexi Growth II/ Pension R.I.C.H.II/ Pension Multiplier II fund(s)' applicable unit value. At inception, you can opt for a transfer date of either 1st or 15th of every month. If the date is not mentioned, the funds will be switched on the 1st day of every month. If the 1st or the 15th of the month is a non-valuation day then the next working day's NAV would be applicable. Once selected, the Automatic Transfer will be regularly processed for the term of the policy or until the Company is notified, through a written communication, to discontinue the same. The Automatic Transfer Strategy will not be applicable if the source fund value is less than the nominated transfer amount.
8. After the payment of 3 full years premiums', if any subsequent premium payment is not paid and premium payment is not resumed within 2 years of the first unpaid premium, the policyholder will have the option to continue the policy with all charges continuing subject to the foreclosure condition. This benefit is available only for customers opting a premium payment of 5 years. In case you have not opted for cover continuance option, then your policy continues for a period of two years from the last premium paid (by levying applicable charges), after which your policy will be foreclosed and applicable surrender value would be paid.
9. The annuity options and the annuity rates are not guaranteed in advance but would be determined at the time of vesting. For conditions related to Annuity, please refer to the details provided in the policy document.
10. If premium for the first three policy years is not paid, the policy lapses, and if not revived within a period of two years from the due date of the last unpaid premium, then surrender value as applicable will be paid at the end of the third policy year or at the end of the reinstatement period, whichever is later. During this period, the policyholder will only have the benefit of investment in the respective unit funds.
11. If premium has been paid for three full policy years and after three policy years have elapsed and the Fund Value across all funds under the policy falls below 110% of one full year's premium, the policy shall be terminated by paying the Fund Value after applying surrender charges, if applicable. This condition will also apply during the Cover Continuance stage, if opted for.
12. The assumed returns shown in the benefit illustration are not guaranteed and they are not the upper or lower limits of what you might get back, as the value of your policy depends on a number of factors including future investment performance.
13. When Appropriation/Expropriation price is applied the Net Asset Value (NAV) of a Unit Linked Life Insurance Product shall be computed as, market value of investment held by the fund plus/less the expenses incurred in the purchase/sale of the assets plus the value of any current assets plus any accrued income net of fund management charges less the value of any current liabilities less provisions, if any. This gives the net asset value of the fund. Dividing by the number of outstanding units existing at the valuation date (before any new units are allocated/redeemed), gives the unit price of the fund under consideration.
14. First premium will be allocated the NAV of the date of commencement of the policy. The premium received by outstation cheques, the NAV of the clearance date or due date, whichever is later, will be used for allocation of the premium.
15. All renewal premiums received in advance will be allocated units at the NAV prevailing on the date on which such premiums become due. For the renewal premium received by outstation cheques, the NAV of the clearance date or due date, whichever is later, will be used for allocation of the premium.

16. Transaction requests (including renewal premiums by way of local cheques, demand draft; switches; etc.) received before the cutoff time will be allocated the same day's NAV and the ones received after the cutoff time will be allocated next day's NAV. The cutoff time will be as per IRDA guidelines from time to time, which is currently 3:00 p.m.
17. A period of 15 days is available to the policyholder during which the policy can be reviewed. If the policyholder does not find the policy suitable, the company will return the Fund Value by repurchasing the units after deducting the Insurance Stamp Duty on the policy and any expenses borne by the company on medicals.
18. In accordance to the Section 41 of the Insurance Act, 1938, No person shall allow or offer to allow, directly or indirectly, as an inducement to any person to take out 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 except any rebate, except such rebate as may be allowed in accordance with the published prospectuses or tables of the insurer and, any person making default in complying with the provisions of this section shall be punishable with fine which may extend to five hundred rupees.
19. In accordance to the Section 45 of the Insurance Act, 1938, no policy of life insurance shall after the expiry of two years from the date on which it was effected, be called in question by an insurer on the ground that a statement made in the proposal of insurance or any report of a medical officer, or a 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 statements was on material matter or suppressed facts which it was material to disclose. and that it was fraudulently made by the policyholder and that the policyholder knew at the time of making it that the statement was false or that it suppressed facts which it was material to disclose.
20. Assets are valued daily on a mark to market basis.
21. No loans are allowed under this policy.
22. Grace Period: The Grace Period for payment of premium is 15days for monthly frequency of premium payment and 30 days for other frequencies and premium payments.
23. For further details, please refer to the policy document and detailed benefit illustration.

Revision of Charges

1. The company reserves the right to revise the following charges at any time during the term of the policy. Any revision will be with prospective effect subject to prior approval from Insurance Regulatory & Development Authority (IRDA) and after giving a notice to the policyholders.
   a) Fund management charge may be increased to a maximum of 2.50% per annum of the net assets for each of the funds.
   b) The total policy administration charge may be increased to a maximum of Rs.180 per month.
   c) Switching charge may be increased to a maximum of Rs. 200 per Switch.
2. The policyholder who does not agree with the above shall be allowed to withdraw the units in the funds at the then prevailing Fund Value, without any application of surrender charges and terminate the policy.
3. Premium allocation charge and Surrender charges are guaranteed for the term of the policy.

Risks of investment in the Units of the Funds

The Proposer / Life Assured should be aware that ICICI Pru PremierLife Pension is an Unit-Linked Insurance Policy (ULIP) and is different from traditional products. Investments in ULIPs are subject to market risks. The Net Asset Value (NAV) of the units may fluctuate based on the performance of fund and factors influencing the capital market and the policyholder are responsible for his / her decisions. ICICI Prudential Life Insurance Company Limited, ICICI Pru PremierLife Pension , Pension Flexi Growth II, Pension R.I.C.H. II, Pension Multiplier II, Pension Flexi Balanced II, Pension Balancer II, Pension Protector II, Pension Preserver and Pension Return Guarantee Fund are only names of the company, policy, funds respectively and do not in any way indicate the quality of the policy, funds or their future prospects or returns. The funds do not offer a guaranteed or assured return except Pension Return Guarantee Fund which gives a minimum guaranteed return by the way of a guaranteed NAV at termination of the tranche.

About ICICI Prudential Life Insurance

ICICI Prudential Life Insurance Company Limited, a joint venture between ICICI Bank and Prudential plc. was one of the first companies to commence operations when the insurance industry was opened in year 2000. Sinceinception, it has written over 8 million policies and has a network of over 2080 offices, over 256,000 advisors and 10 bank partners. It is also the first life insurer in India to be assigned AAA (ind) credit rating by Fitch rating.

For more information call our Customer Service Toll Free Number on 1800-22-2020 from your MTNL or BSNL line.
(Call Centre Timings: 9.00 A.M. to 9.00 P.M. Monday to Saturday, except National Holidays)
Visit us at www.iciciprulife.com.
To know more about ULIP's, please visit www.aboutulips.com

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