

# Golden Years

*The most flexible retirement solution*



 **ICICI PRUDENTIAL** 

L I F E I N S U R A N C E

**We cover you. At every step in life.**

## Retire from work, not life.

When it comes to retirement, you think you will manage just fine. Maybe you are already making investments and savings towards that end. But those savings can easily get frittered away due to unforeseen expenses. Besides, even when you retire, you would like to continue doing the things you have always enjoyed - like eating out, taking a holiday, gifting your loved ones, etc. After all, you will retire from work, not life.

## The most flexible retirement solution

How you manage your money should be entirely up to you. Whether you're earning or retired, the option to decide how you wish to plan your finances is essential. An ideal retirement solution is the one that gives you complete flexibility, not only while saving for your retirement but also after you retire. At that time, whether you want lump sum money or a regular stream of income, should be your choice alone.

Usually, when you opt for a pension plan, you imagine that after you retire, set sums of money will come your way periodically with no flexibility to decide how much and when. That's simply not the case any more. Presenting Golden Years, the most flexible retirement plan from ICICI Prudential, India's No. 1 Private Life Insurance Company. We firmly believe that even in your post-retirement years, you deserve choices as to how you get your money back.

## Advantages of the Golden Years Plan at a glance

- A unit-linked retirement solution that gives you maximum flexibility - both while saving for your retirement

(Accumulation Phase)\* and while getting your retirement benefits (Payout Phase).

- Unmatched flexibility in the Payout Phase:
  - ♦ You can choose to take the entire accumulated value of your savings as a lump sum payment, as your retirement benefit.
  - ♦ You can choose to take the entire accumulated value of your savings as annuity (pension) payments and options for monthly to annual payments.\*\*
  - ♦ You can choose to take the entire accumulated value of your savings as 'Structured Benefit Payouts' which is a systematic withdrawal option by which you will get quarterly payments based on the unit value every quarter.
  - ♦ You can also choose to take a combination of lump sum payment and annuity payments or lump sum payment and Structured Benefit Payouts.
- Limited premium payment option to help accumulate for your retirement, so that you can choose your investment tenure as per your requirement. You can choose a premium payment term of 3, 5, 7 or 10 years.
- Attractive premium allocations and bonus units to enhance your retirement savings, during the Accumulation Phase.
- Choice to select Sum Assured, amount of premium, market-linked fund option(s) and much more, during the Accumulation Phase.

- Additional protection against critical illness and accident available during the Accumulation Phase, with the help of riders at a marginal extra cost.
- Applicable Tax Benefits on premium and rider contributions, for tax-effective accumulation.

## How does the Golden Years Plan work?

This plan works in two phases:

1. The first phase is the Accumulation Phase when you make regular payments (premium) into the policy and choose investment options for growth of your money.
2. The second phase is the Payout Phase when you start receiving payments back, from the accumulated amount, and you can decide from various flexible options, based on your needs.

## The Accumulation Phase

The Accumulation Phase starts at the time you begin your Golden Years plan. You first choose a certain level of protection (Sum Assured), that you feel would be



\* This is also the term of your plan.

\*\* In case, you choose for annuity option, a new annuity contract will be issued.

adequate for future protection. You also choose the number of years for which you will pay premium into the plan and the tenure of your Accumulation Phase. The amount that goes towards your protection cover (Mortality Charges) and administrative charges are deducted from this premium amount. The remaining money is invested in an investment fund of your choice. Units will be allotted to you based on the Net Asset Value (NAV) of the investment fund that you choose, at that particular point of time. Your policy value is based on the total number of these units attached to your policy and NAV of your investment fund.

### What are your benefits during the Accumulation Phase?

#### Additional allocation of units

Additional units will be allocated to you at various points of time during the Accumulation Phase, provided all premiums due have been paid. These units will be payable as a percentage of the value of units.

The additional unit allocation structure will be, as follows:\*

PPT = 3	0.50% at the end of the 6 <sup>th</sup> year.
PPT = 5	1.25% at the end of the 10 <sup>th</sup> year.
PPT = 7	3.50% at the end of the 15 <sup>th</sup> year.
PPT = 10	5.00% at the end of the 20 <sup>th</sup> year.

PPT: Premium Paying Term

\*The value of units will be computed as the time weighted value of the funds in the three years preceding the bonus unit allocation.

#### Death Benefit

The death benefit during the Accumulation Phase would be higher of the Sum Assured or the value of units.

#### Choice of Limited Premium Payment Term

You can choose to pay your premiums for a term of 3, 5, 7 or 10 years.

#### Choice of Sum Assured

Sum Assured is the guaranteed benefit amount that your nominee will receive on death during the Accumulation Phase. When you start your Golden Years plan, you can choose the Sum Assured, as a minimum of 5 times and a maximum of 15 times the annual premium amount.

#### Choice of Vesting Age

Vesting Age is the age at which you decide to start availing of your retirement benefit or payout (i.e. when your Accumulation Phase ends). The minimum vesting age under this policy is 45 years and the maximum age is 75 years. You can choose to defer (postpone) your vesting age provided the choice is informed at least 6 months before the original vesting age chosen. Deferring the vesting age will extend your Accumulation Phase.

#### Choice of Top-up

Anytime you have surplus funds, you can opt to top-up your investment, which will not change the Sum Assured, but will increase your accumulated funds. The minimum top-up amount you can make is Rs.5,000 and you can use this facility only during the Accumulation Phase.

#### Choice of Flexible Contribution

You can decrease your annual contribution by a maximum of 20% of the initial premium chosen at the time of

inception of the policy. However, in no circumstances can you reduce the premium to an amount that is below the minimum premium allowed under the plan at that time or 80% of the initial chosen premium, whichever is higher. You also have the flexibility to increase your annual contribution without any limits. Any such increase or decrease in contribution will only be allowed on policy anniversaries and will not affect the Sum Assured.

#### Choice of Investment Fund

Based on how much risk you would like to take and how you wish your investments to grow, you can choose from any of the following investment funds.

#### Maximiser II

The objective of this fund is to help you generate long-term capital appreciation from a portfolio that is invested primarily in equity and equity-related securities.

#### Protector II

You can opt for this fund if your objective is to generate a steady income at low risk, (medium to long term) from a portfolio which is primarily invested in fixed income securities.

#### Balancer II

This fund will provide you a balance of growth and steady returns with the help of a portfolio which is invested in equity and equity-related securities as well as in fixed income securities.

#### Preserver

This fund is a good option if your objective is to ensure capital protection by investing in very low risk investments like the call and cash money markets. However, the returns generated may also be on the

lower side due to the investment pattern. At inception, investments up to 20% can be allocated to this fund.

The following table shows you the proportion in which the various kinds of funds are mixed in a particular plan and the level of returns :

Fund	Asset Mix	Potential Risk and Reward
Maximiser II	Equity & Related Securities: Max. 100% Debt, Money Market & Cash: Max. 25%	High
Balancer II	Debt, Money Market & Cash: Min. 60% Equity & Related Securities: Max. 40%	Average
Protector II	Debt Money Market & Cash instruments: Max. 100%	Moderate
Preserver	Debt Instruments: Max. 50% Money Market & Cash: Min. 50%	Low

You can invest your money in any one fund or in a combination of investment funds.

#### *Choice to switch between investment options*

In case of a change in your financial priorities during or after the end of the accumulation phase, you can switch between the various investment options. You can enjoy 4 free switches every policy year, subject to the condition that the minimum switch amount is Rs. 10,000.

#### *Choice of Riders*

We ensure that you are prepared for any eventuality with a choice of riders along with the death benefits, to give you total protection, all at a marginal extra cost. The benefit of the riders is available only during the Accumulation Phase of the plan.

### **(1) Accident and Disability Benefit Rider**

In the unfortunate event of an accidental death, apart from the emotional trauma, there are financial liabilities that your family might face. So, in the unfortunate event of death or disability due to an accident, your nominee gets an additional Sum Assured under the rider.

- a) In the event of death due to an accident, while travelling by mass surface transport, viz bus or train, the nominee will get twice the Sum Assured under this rider.
- b) In the event of total and permanent disability due to an accident, which impairs your capacity to earn, 10% of the Sum Assured is paid every year for 10 years.

### **(2) Critical Illness Rider**

In the unfortunate event of you contracting any of the specified critical illnesses, an additional payment, equal to the Sum Assured, will be made to your nominee, under this rider. The cover is available up to an age of 65 years. Claims for critical illnesses are not admitted for the first 6 months of the policy. This benefit is payable on the basis of the policyholder surviving 28 days from such diagnosis for both the riders.

The minimum age of entry is 18 and the maximum age of entry is 55. Minimum Sum Assured is Rs. 1,00,000 and Maximum Sum Assured is Rs. 10,00,000.

*For further details on the riders, please refer to the rider brochure.*

#### *Choice to surrender the policy*

You have the option to surrender the policy anytime after the first year. The surrender value of the policy will differ from year to year as shown in the table ahead:

Full Premium Payments	Surrender Value of the Policy
After the 1st year premium	25% of the value of units
After the 2nd year premium	40% of the value of units
After the 3rd year premium	60% of the value of units
After the 4th year premium	100% of the value of units

However, in case of a 3 year Premium Payment Term, after the payment of 3 years' premium and the completion of 3 policy years, the Surrender Value would be 100% of the value of the units.

#### *Choice of loan against your policy*

Once your policy has acquired a Surrender Value, you can avail of a loan under this plan, during the Accumulation Phase. An interest will be charged on the loan, as per the prevailing rate at that time. In case the loan amount along with the accrued unpaid interest becomes equal to the value of the units attached with the policy, then the policy will be terminated. Loans will be subject to the terms and conditions applicable to loans at the time of availing of the loan.

#### **Premium requirement in the Accumulation Phase**

You can pay premiums in yearly, half-yearly or monthly (through direct debits only) mode of premium payments. You can start your Accumulation Phase with an annual payment of Rs. 60,000 and above. In this case, your half-yearly payment will be Rs. 30,000 or your monthly payments will be Rs. 5,000. However, for the 3 year premium payment term, you can start your Accumulation Phase with an annual payment of Rs. 1,00,000 and above, with Rs. 50,000 and above for half-yearly payments and Rs. 8,334 for monthly payments.

## The Payout Phase

The second phase in the Golden Year plan is the Payout Phase, which starts when the Accumulation Phase ends. Before this phase begins, you have flexible options to choose just how your money is paid back to you. You can take this decision based on your particular requirement at that point of time. This is subject to the completion of all your premium payments.

### Choice of payment method

#### (1) 100% Lump Sum Payment

You can choose to take the total value of units at the end of the Accumulation Phase as a lump sum payment and close the contract.

#### (2) 100% Structured Benefits

You can choose to take the full accumulated value as a structured benefit. With this facility, you will get payments on a quarterly basis, for a specified period, post the Accumulation Phase. The value of the quarterly payments would depend on the number of outstanding units, the number of outstanding payments and the respective fund NAVs as on the date of each payment. These payments will be made in arrears at the end of each quarter.

You can choose to receive your accumulated value over a time-frame of 1 to 20 years, subject to the condition that you are between 45 and 75 years of age and the structured benefit payments end on or before the date you reach the age of 75. However, once such payments under any of the options have started, it cannot be changed.

Prior to the end of the Accumulation Phase, you have the option to specify any fund mix as per your choice for your structured benefit payments. In this case, the number of units to be withdrawn will be in the same proportion of the investment held at the time of payment of each installment. You also have the option to switch between funds, between two

installment payments. In this case as well, the units withdrawn from the next installment(s) would be in proportion to the investment held.

Additionally, in case of death during the structured benefit payments, the nominee would be eligible to receive the balance of all the units in the plan as a lump sum, along with a fixed death benefit of Rs. 1,00,000. You can decide to postpone the start of the structured benefits, subject to the above conditions.

You have two options to receive your structured benefit payments:

- Direct Credit to your bank account
- Payment by cheque

#### (3) 100% Annuitization

You can choose to buy an annuity for the whole of the accumulated value at the end of Accumulation Phase. A separate contract will be issued for annuity at the point of vesting, at the then prevailing annuity rates.

#### (4) 50% of Lump Sum Payout and 50% Structured Benefits

You can opt to take up to half of the accumulated unit value as lump sum payout, and the remaining as a structured benefit, subject to all the conditions as listed above.

#### (5) 50% of Lump Sum Payout and 50% Annuity Payments

You can choose to take upto 50% of the accumulated unit value as a lump sum and the remaining amount can be used to purchase an annuity. A separate contract will be issued for annuity at the point of vesting, without any charges at the then prevailing annuity rates.

### Annuity Options

The annuity options as applicable above would be available only in case the Life Assured and the Proposer are the same. You would be eligible for all the annuity options as applicable at the end of the accumulation

period. The current annuity options available are as follows:

#### *Life Annuity:*

Annuity for life.

#### *Life Annuity with Return of Purchase Price:*

Life Annuity for the annuitant with the return of purchase price to the beneficiary.

#### *Life Annuity guaranteed for 5, 10, 15 years:*

Guaranteed annuity is paid for the chosen term (5/10/15 years) and after that, the annuity continues as long as the annuitant is alive.

#### *Joint Life, Last Survivor with return of Purchase Price:*

In this case, the annuity is first paid to the annuitant. After the death of the annuitant, the spouse starts getting a pension, which is an amount equal to the annuity paid to the annuitant. After the death of the last survivor, the purchase price is returned to the beneficiary.

#### *Joint Life, Last Survivor without Return of Purchase Price:*

In this case, the annuity is first paid to the annuitant. After the death of the annuitant, the spouse starts getting a pension, which is an amount that is equal to the annuity paid to the annuitant.



For detailed annuity conditions, please refer to the Retirement Solutions brochures.

## What are the Tax Benefits you can enjoy?

Under the base plan, the contributions you pay are eligible for tax benefit under Sec. 80C as per prevailing tax laws. Any benefit amount paid to you at the end of the waiting period and the structured benefits paid to you during payout phase will be eligible for tax benefits under Sec 10 (10D) as per prevailing tax laws. The deductions made towards rider charges for Critical Illness are eligible for deduction under Section 80D.

## What are the limits and conditions applicable?

Minimum age at entry:	18 years
Maximum age at entry:	65 years
Minimum policy term:	5 years
Minimum age at vesting:	45 years
Maximum age at vesting:	75 years

## What are the Charges for the Golden Years Plan?

### Administration and Fund Management Charges

A fixed charge of Rs. 60 per month will be levied by cancellation of units, during the Accumulation Phase of your plan.

### Fund-related charge

The annual fund-related charge on the various funds will be as shown in the table ahead:

Fund Type	Fund-related charge
Maximiser II	1.50% p.a.
Balancer II	1.00% p.a.
Protector II	0.75% p.a.
Preserver	0.75% p.a.

### Top-up Charges

Top-up charges will be 1% of the top-ups. However, if you wish to make a top-up after 5 years of the policy being in existence, there will be no charge.

### Premium Allocations

Money used to buy units of the investment fund is premium allocation. Your premium allocation is based on your premium payment term and premium amount.

The yearly allocation for a 3 year premium paying term is as given in the following table:

Premium Range	% Allocation of Premium	
	1st Year	2nd & 3rd Year
Rs. 1,00,000-Rs. 4,99,999	84.5%	95%
Rs. 5,00,000 and above	85.5%	95%

The yearly allocation schedule for a 5 year, 7 year and 10 year premium paying term would be as follows:

Premium Range	% Allocation of Premium			
	1st Year	2nd & 3rd Year	4th & 5th Year	6th - 10 th Year
Rs. 60,000-Rs. 99,999	84.5%	96%	98%	100%
Rs. 1,00,000-Rs. 4,99,999	85.5%	96%	98%	100%
Rs. 5,00,000 and above	86.5%	96%	98%	100%

### Mortality Charges:

During the Accumulation Phase, mortality charges will be deducted on a monthly basis on the calculated value of life cover. Life cover is the difference between the Sum Assured at that time and the value of your investments. These are renewable charges depending upon your age, at the time of deduction of mortality. Age-wise mortality rates for standard lives are available in the mortality table.

A specimen table of rates is as follows:

Age at entry	Mortality Charges (Per 1000 Sum at risk)
30	1.49
40	2.50
50	5.88

The mortality charge for providing the death benefit after the end of the Accumulation Phase will be recovered by a one-time charge made at the end of the Accumulation Phase. This charge would be calculated on a coverage amount of Rs.1,00,000 for the entire period of the structured benefits and would be as per rates prevailing at that point of time.

## Switch Charges

Except for the 4 free switches allowed every policy year, all other switches will be charged at Rs. 100 per switch. Unused free switch options cannot be carried forward

## Transaction Charges in case of Structured Benefit Payout

In case the quarterly structured benefits are paid out by cheque, then Rs. 60 would be deducted from each quarterly payment towards transaction charges.

## How is NAV calculated?

NAV is calculated daily on a forward pricing basis:

Market/ Fair Value of the relevant Fund's Investments **plus** Current Assets **less** Current Liabilities and Provisions

$$\text{NAV} = \frac{\text{Market/ Fair Value of the relevant Fund's Investments plus Current Assets less Current Liabilities and Provisions}}{\text{Number of Units outstanding under the relevant Fund}}$$

All transactions such as allocation of premium to units, withdrawals, etc. will be at the NAV following the date of request received by the Company.

## What is paid up Sum Assured?

Paid up Sum Assured is available in case the premiums have been paid for one full year. The paid up Sum Assured will be equal to the sum of the premiums paid until then. The paid up Sum Assured cannot, in any event, be higher than the Sum Assured. On death during the Accumulation Phase, the higher of the paid up Sum Assured and the value of units will be paid.

## Terms and Conditions

### Revision of Charges

- The Company reserves the right to revise the Charges including the right to change the manner in which Charges are to be recovered. The Company also reserves the right to introduce new charges. Any revision or introduction will be with prospective effect after giving notice to the policyholders.
- The Company reserves the right to change the fund-related charge at any time with prior approval from the IRDA, up to a maximum of 2% per annum of the net assets.
- The Company reserves the right to change the fixed monthly administration charge at any time with prior approval from the IRDA up to a maximum of Rs. 120/- per month.
- The Policyholder who does not agree with the above, shall be allowed to withdraw the units in the plans at the then prevailing unit value and terminate the policy.

### Risks of investment in the Units of the Funds

The Proposer / Life Assured is aware that the investment in the Units is subject to the following risks:

- Golden Years Policy is only the name of the Policy and does not in any way indicate the quality of the Policy, its future prospects or returns.
- Protector (Income Plan), Maximiser (Growth Plan), Balancer (Balanced Plan) and Preserver (Short-term money market Plan) are the names of the Plans and do not in any manner indicate the quality of the Fund, their future prospects or returns.
- The investments in the Units are subject to market and other risks and there can be no assurance that the objectives of any of the Funds will be achieved.
- The Unit Value of the Units of each of the Funds can go up or down, depending on

the factors and forces affecting the financial and debt markets, from time to time and may also be affected by changes in the general level of interest rates.

- The past performance of other Funds of the Company is not necessarily indicative of the future performance of any of these Funds.
- The Funds do not offer a guaranteed or assured return.

All benefits payable under the Policy are subject to the tax laws and other financial enactments as they exist from time to time.

### Grace Period:

The grace period for payment of premium is 15 days for monthly mode of premium payment and 30 days for other modes of premium payment.

### Free look under the policy:

Free look period under the policy is 15 days.

### Foreclosure of the policy:

The policy shall terminate when the Unit Value under the plan falls below Rs. 10,000. The value of the Units would be refunded to the policy holder on such an event.

### Revivals or reinstatements:

Lapsed policies can be revived, by paying arrears of premiums without interest within two years of the first unpaid premium.

### Conditions/Exclusions:

Suicide: If the life assured commits suicide whether sane or insane, within one year from the date of commencement of this policy, the policy shall be void and the premiums paid will be refunded after deducting the expenses incurred by the company for the issue of the policy. For rider exclusions, please refer to the detailed rider brochure.

Service tax and education cess will be charged extra as per applicable rates.

## Customer Service Helpline (9 a.m. to 9 p.m.)

Andhra Pradesh	98495-77766
Chattisgarh	98931-27766
Delhi	98181-77766
Goa	98904-47766
Gujarat	98982-77766
Haryana (Karnal)	98961-77766
Haryana (Faridabad)	98181-77766
Karnataka	98455-77766
Kerala	98954-77766
Madhya Pradesh	98931-27766
Maharashtra (Mumbai)	98925-77766
Maharashtra (Rest)	98904-47766
Punjab	98159-77766
Rajasthan	98292-77766
Tamil Nadu (Chennai)	98408-77766
Tamil Nadu (Rest)	98944-77766
Uttar Pradesh (Agra, Bareilly, Meerut, Varanasi)	98973-07766
Uttar Pradesh (Kanpur, Lucknow)	99352-77766
Uttaranchal	98973-07766
West Bengal (Kolkata, Howrah)	98313-77766

You can also call us on our Toll Free Number 1600 22 2020  
or visit us at [www.icicprulife.com](http://www.icicprulife.com)

**Retirement  
Solutions**



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