

**LIFE INSURANCE CORPORATION OF INDIA  
CENTRAL OFFICE**

Dept: Actuarial

“Yogakshema”  
Jeevan Bima Marg  
Mumbai – 400 021

Ref : Actl/PD/2181/4

29<sup>th</sup> December, 2009

To,  
All HODs of Central Office  
All Zonal Offices  
All Divisional Offices  
All Branch Offices (through DOs)  
MDCs, ZTCs, STCs, NIA and  
Audit & Inspection Depts. of Zonal Offices.

**Re: Modifications under LIC's Child Fortune Plus (Plan No. 194).**

IRDA has issued a circular regarding, “Cap on charges under Unit-Linked products”. In view of this circular LIC's Child Fortune Plus plan has been modified.

The modification under the above plan shall be effective from 1<sup>st</sup> January 2010. The new Unique Identification Number (UIN) for the modified LIC's Child Fortune Plus plan is **512L251V02**. This number has to be quoted in all relevant documents such as proposal form, sales illustration, policy documents etc.

**I. MODIFICATIONS UNDER THE PLAN:**

The modifications are as follows:

**Under Regular premium policies:**

Maximum age at entry for child:

EXISTING	MODIFIED
Age of child upto 17 yrs lbd	Age of child upto 10 yrs lbd

**Under Single premium:**

Minimum Premium:

EXISTING	MODIFIED
Rs.25,000	Rs.40,000

**Under Regular premium policies & Single premium policies:**

a) Fund Management Charge:

	<b>EXISTING</b>	<b>MODIFIED</b>
Bond Fund	0.60% p.a.	0.50 % p.a.
Secured Fund	0.80% p.a.	0.60 % p.a.
Balanced Fund	1.00% p.a.	0.70 % p.a.
Growth Fund	1.20% p.a.	0.80 % p.a.

b) Right to revise charges:

Fund Management Charge: The Maximum Charge for each Fund will be as follows:

	<b>EXISTING</b>	<b>MODIFIED</b>
Bond Fund	1.20 % p.a.	1.00 % p.a.
Secured Fund	1.60 % p.a.	1.10 % p.a.
Balanced Fund	2.00 % p.a.	1.20 % p.a.
Growth Fund	2.40 % p.a.	1.30 % p.a.

c) Annualized Premiums shall be payable in multiple of Rs. 1,000 for other than ECS monthly. For monthly (ECS), the instalment premium shall be in multiples of Rs. 250/-.

**II. FUND MANAGEMENT CHARGE UNDER EXISTING POLICIES:**

With effect from 1<sup>st</sup> January 2010 under all the existing policies of LIC's Child Fortune Plus Plan (i.e. policies taken prior to 1<sup>st</sup> January 2010) the fund management charges shall be at the revised rates as applicable in case of the policies issued with effect from 1<sup>st</sup> January 2010.

**III. POLICY DOCUMENT:**

Existing Policy Document shall be used with the following modifications:

- New UIN (Unique Identification Number).
- An endorsement shall be required to be attached as per Annexure – I enclosed.

The relevant items in the existing policy bond corresponding to the items given in the endorsement shall be required to be cancelled.

Needless to add, at the time of fresh printing of policy document these changes shall need to be incorporated.

**IV. PROPOSAL FORM:**

Existing Proposal Form shall be used after modifying the **UIN (Unique Identification Number)**. Further, it has been decided to add another question as given below. The same may be added while printing the new proposal form. For existing stock of proposal forms a rubber stamp may be used to add the question.

Question 4 c) Is your life now being proposed for another assurance or an application for revival of a policy on your life or any other proposal under consideration in any office of the corporation or to any other insurer? If yes, give details.

***All other terms and conditions of the plans shall remain unchanged.***

***These modifications will come into force with effect from 1<sup>st</sup> January 2010.***

**CHIEF-IN-CHARGE (ACTUARIAL)**

**ENCL : ANNEXURE - I**