

**LIFE INSURANCE CORPORATION OF INDIA
CENTRAL OFFICE**

Dept: Actuarial

“Yogakshema”
Jeevan Bima Marg
Mumbai – 400 021

Ref : Actl /PD/2179/4

29th 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 Market Plus – I (Plan No. 191).

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

The modification under the above plan shall be effective from 1st January 2010. The new Unique Identification Number (UIN) for the modified LIC’s Market Plus - I plan is **512L249V02**. 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:

a) Minimum Premium (For Basic plan with life cover and without life cover):

EXISTING	MODIFIED
<u>Other than monthly ECS mode:</u> Rs. 5,000 p.a. for other than monthly ECS mode.	<u>Other than monthly ECS mode:</u> Rs 5,000 p.a. for deferment terms 20yrs and above. Rs 10,000 p.a. for deferment terms 15 to 19yrs. Rs 15,000 p.a. for deferment terms 10 to 14yrs.
<u>Monthly ECS mode:</u> Rs. 1,000 p.m.	<u>Monthly ECS mode.</u> Rs 1,000 p.m. for deferment terms 15 yrs and above. Rs 1,500 p.m. for deferment terms 10 to 14 yrs.

b) Minimum Deferment Term (For Basic plan with life cover and without life cover):

EXISTING	MODIFIED
5 Yrs	10 Yrs

c) Maximum entry age (For Basic plan without Life Cover):

EXISTING	MODIFIED
80 Yrs	75 Yrs

d) Accident Benefit:

	EXISTING	MODIFIED
Maximum Entry Age	65 Yrs	60 Yrs
Minimum Term	5 Yrs	10 Yrs

Under Single premium:

Minimum Premium:

	EXISTING	MODIFIED
For Basic plan without Life Cover	Rs. 10,000	Rs. 30,000
For Basic Plan with Life Cover	Rs. 25,000	Rs. 30,000

Under Regular premium policies & Single premium policies

a) Minimum Sum Assured (For Basic plan with Life Cover):

EXISTING	MODIFIED
Rs. 25,000	Rs. 30,000

b) Right to revise charges:

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

	EXISTING	MODIFIED
Bond Fund	1.00 % p.a.	1.00 % p.a.
Secured Fund	1.20 % p.a.	1.10 % p.a.
Balanced Fund	1.40 % p.a.	1.20 % p.a.
Growth Fund	1.60 % 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. 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.

III. 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 1st January 2010.

CHIEF-IN-CHARGE (ACTUARIAL)

ENCL : [ANNEXURE - I](#)