

LIC's Jeevan Shanti (UIN: 512N328V02)

(A Non-Linked, Non-Participating, Single Premium Annuity Plan)

1. Introduction:

- This is a single premium plan wherein the Policyholder has an option to choose an Immediate or Deferred annuity.
- The annuity rates are guaranteed at the inception of the policy for both Immediate and Deferred Annuity and annuities are payable throughout the life time of Annuitant(s).
- This plan can be purchased offline as well as online. To purchase the plan online, please log on to our website www.licindia.in

2. Annuity Options:

The options available under Immediate Annuity are:

Option A: Immediate Annuity for life.

Option B: Immediate Annuity with guaranteed period of 5 years and life thereafter.

Option C: Immediate Annuity with guaranteed period of 10 years and life thereafter.

Option D: Immediate Annuity with guaranteed period of 15 years and life thereafter.

Option E: Immediate Annuity with guaranteed period of 20 years and life thereafter.

Option F: Immediate Annuity for life with return of Purchase Price.

Option G: Immediate Annuity for life increasing at a simple rate of 3% p.a.

Option H: Joint Life Immediate Annuity for life with a provision for 50% of the annuity to the Secondary Annuitant on death of the Primary Annuitant.

Option I: Joint Life Immediate Annuity for life with a provision for 100% of the annuity payable as long as one of the Annuitant survives.

Option J: Joint Life Immediate Annuity for life with a provision for 100% of the annuity payable as long as one of the Annuitant survives and return of Purchase Price on death of last survivor.

The options available under Deferred Annuity are:

Option 1: Deferred annuity for Single life

Option 2: Deferred annuity for Joint life

3. Benefits:

i) Immediate Annuity:

Benefits payable under Immediate Annuity options are:

Option	Benefits
Option A	<ul style="list-style-type: none"> The annuity payments shall be made in arrears for as long as the Annuitant is alive, as per the chosen mode of annuity payment. On death of Annuitant, nothing shall be payable and the annuity payment shall cease immediately.

Option	Benefits
Option B,C,D,E	<ul style="list-style-type: none"> The annuity payments shall be made in arrears for as long as the Annuitant is alive, as per the chosen mode of annuity payment. On death of the Annuitant during the guaranteed period, the annuity shall be payable to the nominee(s) till the end of the guaranteed period. On death of the Annuitant after the guaranteed period, nothing shall be payable and the annuity payment shall cease immediately.
Option F	<ul style="list-style-type: none"> The annuity payments shall be made in arrears for as long as the Annuitant is alive, as per the chosen mode of annuity payment. On death of the annuitant, the annuity payment shall cease immediately and Purchase Price shall be payable to nominee(s).
Option G	<ul style="list-style-type: none"> The annuity payments shall be made in arrears for as long as the Annuitant is alive, as per the chosen mode of annuity payment. On death of annuitant nothing shall be payable and the annuity payment shall cease immediately.
Option H	<ul style="list-style-type: none"> The annuity payments shall be made in arrears for as long as the Primary Annuitant is alive, as per the chosen mode of annuity payment. On death of Primary Annuitant, 50% of the annuity amount shall be payable to the surviving Secondary Annuitant as long as the Secondary Annuitant is alive. The annuity payments will cease on the subsequent death of the Secondary Annuitant. If the Secondary Annuitant predeceases the Primary Annuitant, the annuity payments shall continue to be paid and will cease upon the death of the Primary Annuitant.
Option I	<ul style="list-style-type: none"> 100% of the annuity amount shall be paid in arrears for as long as the Primary Annuitant and/or Secondary Annuitant is alive, as per the chosen mode of annuity payment. On death of the last survivor, the annuity payments will cease immediately and nothing shall be payable.
Option J	<ul style="list-style-type: none"> 100% of the annuity amount shall be paid in arrears for as long as the Primary Annuitant and/or Secondary Annuitant is alive, as per the chosen mode of annuity payment. On death of the last survivor, the annuity payments will cease immediately and Purchase Price shall be payable to the Nominee(s).

ii) Deferred Annuity:

Benefits payable under Deferred Annuity options are:

Option	Benefits
Option 1	<p>During Deferment Period:</p> <ul style="list-style-type: none"> On survival of the Annuitant nothing shall be payable. On death of the Annuitant, Death Benefit as defined below shall be payable to nominee(s). <p>After Deferment Period:</p> <ul style="list-style-type: none"> The annuity payments, as per the chosen mode, shall be made in arrears for as long as the Annuitant is alive. On death of the Annuitant, the annuity payments shall cease immediately and Death Benefit as defined below shall be payable to nominee(s).
Option 2	<p>During Deferment Period:</p> <ul style="list-style-type: none"> On the survival of the Primary Annuitant and/or Secondary Annuitant, nothing shall be payable. On death of the last survivor, Death Benefit as defined below shall be payable to nominee(s). <p>After Deferment Period:</p> <ul style="list-style-type: none"> The annuity payments, as per the chosen mode, shall be made in arrears for as long as the Primary Annuitant and/or Secondary Annuitant is alive. On death of the last survivor, the annuity payments shall cease immediately and Death Benefit as defined below shall be payable to nominee(s).

- Death Benefit:** Death Benefit (applicable only in case of Deferred Annuity) shall be: Higher of
 - Purchase Price plus Accrued Guaranteed Additions (as specified below) minus Total annuity amount payable till date of death, if any
 - OR
 - 110% of Purchase Price

- Accrued Guaranteed Additions** (applicable only in case of Deferred Annuity): Guaranteed Additions shall accrue at the end of each policy month, till the end of Deferment Period only. The rate of Guaranteed Additions during the deferment Period shall be as under:

Guaranteed Additions per month = (Purchase Price * Annuity rate p.a. payable monthly) / 12

Where Annuity rate p.a. payable monthly shall be equal to monthly tabular annuity rate and shall depend on the age at entry of the annuitant(s) and the deferment period opted for. In case of death of the annuitant during the deferment period, Guaranteed Additions for the policy year in which the death has occurred shall accrue till the completed policy month as on the date of death.

4. Eligibility Criteria:

Minimum Purchase Price: Rs.1,50,000 subject to minimum Annuity as specified below

Maximum Purchase Price: No Limit

Note: However, lower Purchase Price may be allowed in specific cases such as NPS and if this Plan is purchased for the benefit of Divyangjan, as per terms and conditions of this Plan. In such a case, for NPS, the annuity rates shall be subject to a Reduction Factor.

Minimum Age at Entry: 30 years (completed)

Minimum Annuity:

Annuity Mode	Monthly	Quarterly	Half-yearly	Annual
Minimum Annuity	Rs.1000 per month	Rs.3000 per quarter	Rs.6000 per half year	Rs.12000 per annum

Joint Life: The joint life annuity can be taken between any lineal descendant/ascendant of a family (i.e. Grandparent, Parent, Children, Grandchildren) or spouse or siblings

Criteria	Immediate Annuity	Deferred Annuity
Maximum Age at Entry	85 years (completed) except Option F	79 years (completed)
	100 years (completed) for Option F	
Minimum Deferment Period		1 year
Maximum Deferment Period		20 years subject to Maximum Vesting Age
Minimum Vesting Age		31 years (completed)
Maximum Vesting Age		80 years (completed)

5. Mode of Annuity payment:

The modes of annuity available under the Immediate and Deferred annuity are yearly, half-yearly, quarterly, and monthly. The Annuity shall be payable in arrears i.e. the annuity payment shall be after 1 year, 6 months, 3 months and 1 month from the date of commencement of policy for Immediate Annuity options or date of vesting for Deferred Annuity options depending on whether the mode of annuity payment is Yearly, Half yearly, Quarterly and Monthly respectively.

6. Incentive for higher Purchase Price:

The following incentives are available under both Immediate and Deferred Annuity:

- Incentive for higher purchase price by way of increase in the annuity rate is as under:

Mode of Annuity	For per 1000/- Purchase price (in Rs.)				
	5,00,000 to 9,99,999	10,00,000 to 24,99,999	25,00,000 to 49,99,999	50,00,000 to 99,99,999	1,00,00,000 & above
Yearly	1.50	2.10	2.45	2.60	2.70
Half Yearly	1.40	2.00	2.35	2.50	2.60
Quarterly	1.35	1.95	2.30	2.45	2.55
Monthly	1.30	1.90	2.25	2.40	2.50

- In addition to the above, a rebate of 2% by way of increase in the annuity rate shall be applicable for policies sold Online, NPS subscribers and QROPS.

7. Adjustment factor applicable under Deferred Annuity for frequencies other than yearly mode:

The reduction by way of decrease in annuity rate shall be applicable under Deferred Annuity for frequencies other than yearly mode. The reduction is as under:

Mode	Reduction in (Yearly) annuity rate
Half-yearly	2%
Quarterly	3%
Monthly	4%

8. Illustration:

Purchase Price : Rs. 10 lakh (excluding applicable taxes)

Age of Annuitant at entry : 45 years (Ibd)

Annuity Mode : Yearly

Deferment Period : 20 years (applicable for Deferred Annuity only)

Age of Secondary Annuitant at entry : 35 years (Ibd) (applicable for Joint life annuity only)

Annuity Option	Annuity Amount (Rs.)
Immediate Annuity:	
Option A: Immediate Annuity for life	66,200
Option B: Immediate Annuity with guaranteed period of 5 years and life thereafter	66,100
Option C: Immediate Annuity with guaranteed period of 10 years and life thereafter	65,900
Option D: Immediate Annuity with guaranteed period of 15 years and life thereafter	65,500
Option E: Immediate Annuity with guaranteed period of 20 years and life thereafter	65,000
Option F: Immediate Annuity for life with return of Purchase Price	56,000
Option G: Immediate Annuity for life increasing at a simple rate of 3% p.a	49,100
Option H: Joint Life Immediate Annuity for life with a provision for 50% of the annuity to the Secondary Annuitant on death of the Primary Annuitant	62,900
Option I: Joint Life Immediate Annuity for life with a provision for 100% of the annuity payable as long as one of the Annuitant survives	59,900
Option J: Joint Life Immediate Annuity for life with a provision for 100% of the annuity payable as long as one of the Annuitant survives and return of Purchase Price on death of last survivor	55,500
Deferred Annuity:	
Option 1: Deferred annuity for Single life	1,76,000
Option 2: Deferred annuity for Joint life	1,93,500

For death benefit under above options, please refer to Para 2. above.

9. Options:

i) Options available for payment of Death Benefit:

Under all the annuity options where there is benefit payable on death i.e. Option F and Option J under Immediate Annuity and both the Options under Deferred Annuity, the Annuitant(s) will have to choose one of the following options for the payment of the death benefit to the nominee(s). The death claim amount shall then be paid to the nominee as per the option exercised by the Annuitant(s) and no alteration whatsoever shall be allowed to be made by the nominee(s).

- Lumpsum Death Benefit:** Under this option the entire Purchase Price / Death benefit shall be payable to the nominee(s) in lumpsum.

- Annuitisation of Death Benefit:** Under this option the benefit amount payable on death shall be utilized for purchasing an Immediate Annuity from the Corporation for nominee(s). The annuity amount payable to the nominee(s) on the admission of death claim shall be based on the age of nominee(s) and immediate annuity rates prevailing as on the date of death of Annuitant (last survivor in case of Joint Life Annuity). This option can be opted for full or part of the benefit amount payable on death. However, the annuity payments for each nominee(s) shall be subject to the eligibility conditions of the annuity plan available at that time and then prevailing Regulatory provisions on the minimum limits for annuities.

- In Instalment:** Under this option the benefit amount payable on death can be received in installments over the chosen period of 5 or 10 or 15 years instead of lumpsum amount. This option can be exercised for full or part of the Death Benefit payable under the policy. The amount opted by the Annuitant(s) (i.e. net claim amount) can be either in absolute value or as a percentage of the total claim proceeds payable.

The installments shall be paid in advance at yearly or half-yearly or quarterly or monthly intervals, as opted for, subject to minimum installment amount for different modes of payments being as under:

Mode of Installment payment	Minimum installment amount
Monthly	Rs. 5000/-
Quarterly	Rs. 15000/-
Half-Yearly	Rs. 25000/-
Yearly	Rs. 50000/-

If the Net Claim Amount is less than the required amount to provide the minimum installment amount as per the option exercised by the Annuitant(s), the claim proceed shall be paid in lumpsum only.

The interest rate applicable for arriving at the instalment payments under this option shall be as fixed by the Corporation from time to time.