

Protect your family's happiness with HDFC Life Group Loan Suraksha



Single premium
payment



Choose between
Level and Reducing
cover



Coverage for
varied Loan
segments

HDFC Life Group Loan Suraksha



Sar utha ke jiyo!

HDFC Life Group Loan Suraksha

You have always strived to provide the best for your family. Be it a cozy home for your family, the education at a premier institution for your children, or a comfortable car for your Family, you have stretched that extra bit to advance your family's dreams of tomorrow to today, by taking out a loan.

While all's well that ends well, in the event of an unfortunate death, the same beautiful dreams could turn into a burden of loan repayment for your family.

HDFC Life Insurance presents an easy way of protecting your family from this uninvited likelihood with the HDFC Life Group Loan Suraksha plan: a single premium insurance plan that covers your life against the loan outstanding. Given the availability of different kinds of loans for your specific needs, the HDFC Life Group Loan Suraksha Plan can be customized to fit your protection requirements.

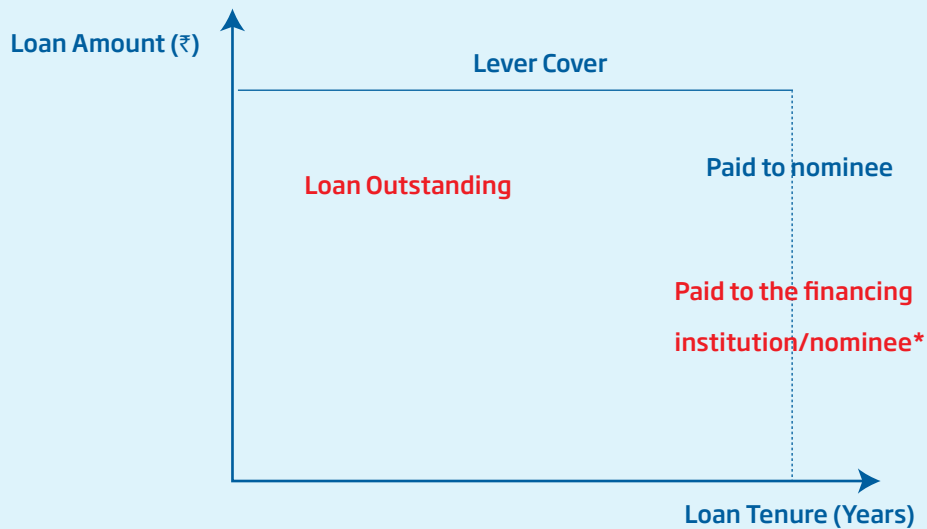
HOW THIS PLAN WORKS / BENEFITS APPLICABLE UNDER THIS PLAN

This plan offers two types of coverage options based on the amount of benefit payable on death at any point in time. The death benefit in this plan varies with the options chosen and hence in this plan "Sum Assured on Death" means the amount payable on death as specified in the Certificate of Insurance.

Types of Covers available

Level Cover (For Interest Only Loans): In this cover type, death benefit payable at any point in time would be the original loan amount sanctioned and will remain level throughout the term of the cover. There would be no reduction in the benefit as the loan repayment progresses. In the event of death of the Insured Member, the amount payable shall be as per the original loan schedule guaranteed at the inception of the policy contract irrespective of the actual loan outstanding with the loan provider.

Illustration 1: Level Cover, Single Life



*In accordance with IRDAI Guidelines on claims processing for Group Life Insurance Policies under lender-borrower group insurance schemes, 2014, as amended from time to time

Reducing Cover:

The Reducing Cover option is available with / without the moratorium period in loans which offer the said facility.

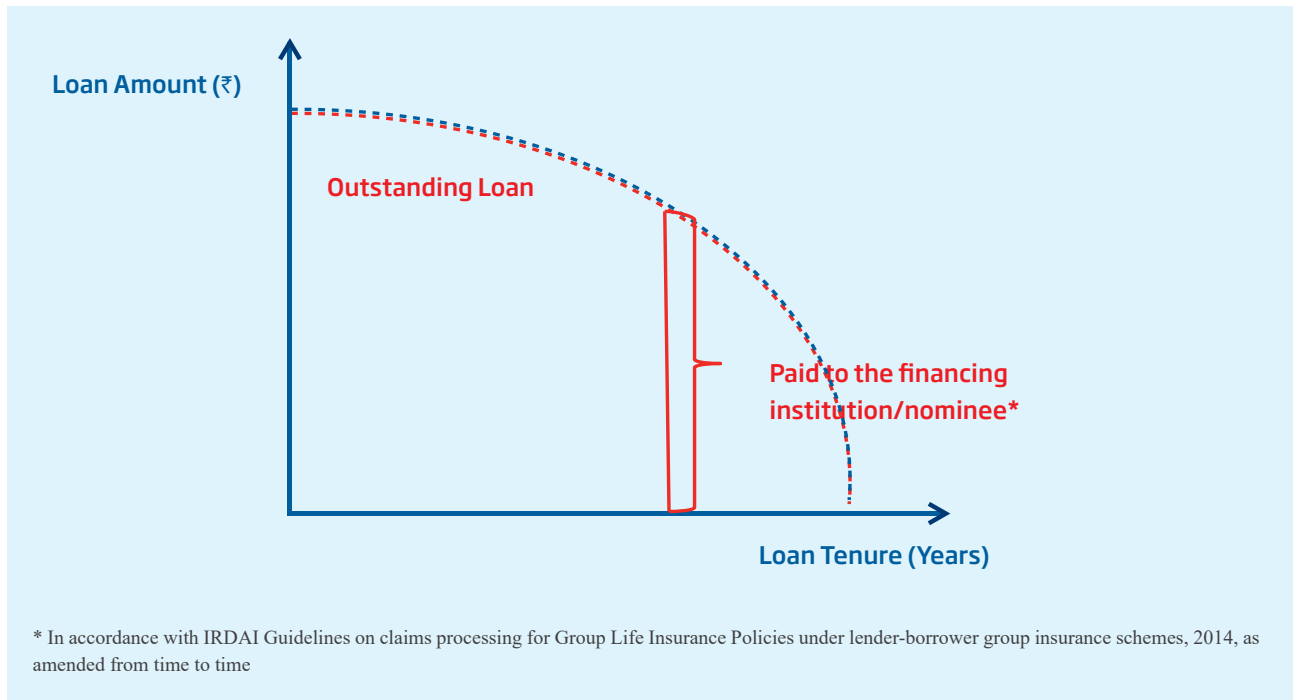
- a. **During the Moratorium Period:** This is the period where there is no repayment towards the loan sanctioned. This is usually available for education loans and housing loans.

The Sum Assured on Death is the sum total of the sanctioned loan amount and the notional interest accrued.

- b. **After the Moratorium Period:** This is the start of the period where the repayment towards the loan sanctioned and disbursed has commenced.

In the event of death of the Insured Member, the amount payable shall be as per the original loan schedule guaranteed at the inception of the policy contract irrespective of the actual loan outstanding with the loan provider..

Illustration 2: Reducing Cover, Single Life



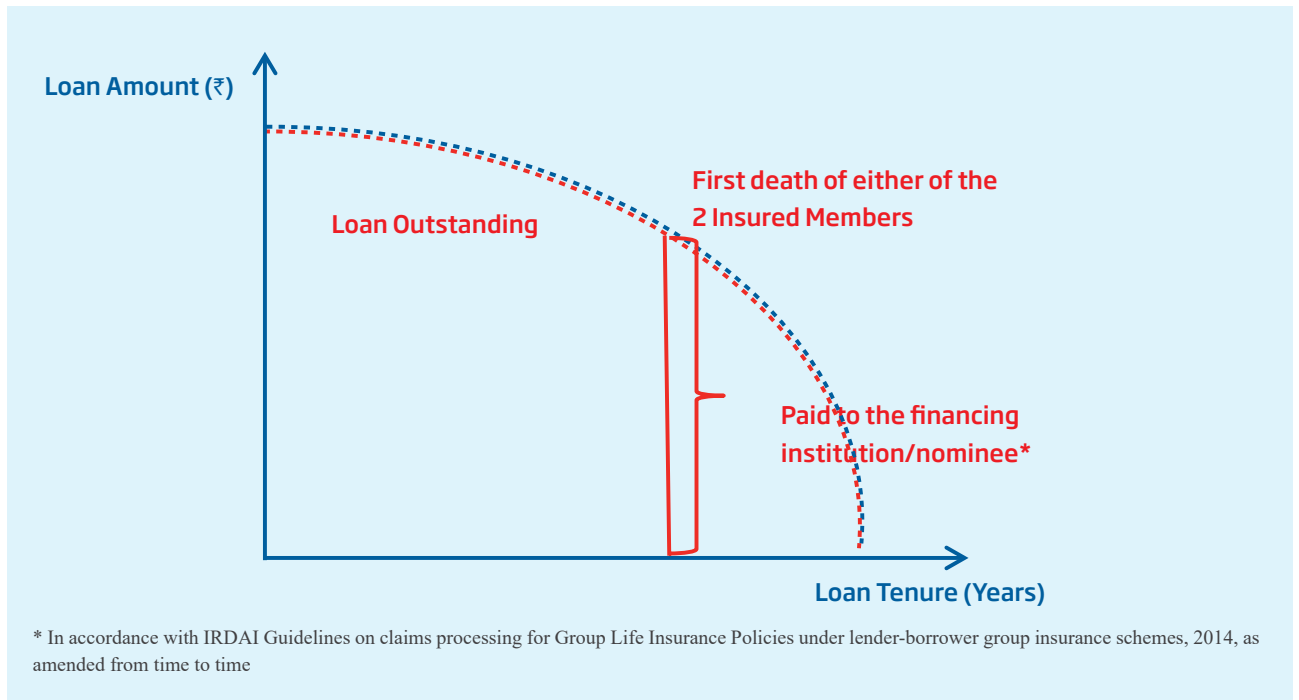
Additional options in case of loans with co-borrowers as follows:

I. Joint Life Coverage:

The Plan also gives you the option of a Joint Life Coverage, in case there are 2 loan-borrowing members. The Insurance Cover would apply on each Insured Member, applicable on a 'first-death' basis. The risk cover on the surviving member ceases once the benefits are paid on the death of the First Life.

On the event of death, the Insurance Cover payable will be as per the type of insurance cover chosen at the start: Level / Reducing Cover.

Illustration 3: Reducing Cover, Joint Life



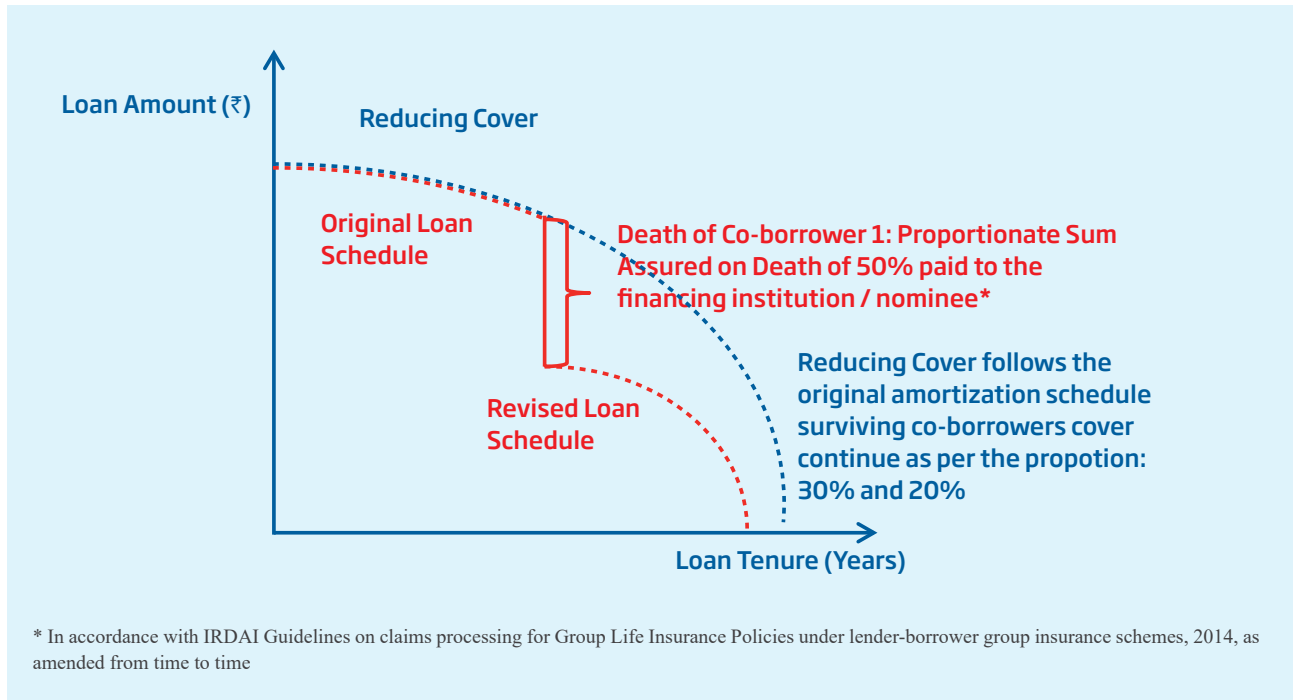
II. Proportionate Coverage

We understand that there can be instances where in order to obtain a higher amount of loan, more than one guarantor is required/ a set of co-borrowers take out a loan for the same purpose. The Plan provides an Insurance Cover for multiple co-borrowers towards the loan proportionate to the individual co-borrower's proportion. The upper limit of number of co-borrowers would be subject to the Board approved Underwriting Policy of the Company. In case of death of any of the co-borrowers, the pro-rata insurance cover on the remaining/surviving co-borrowers continues.

Each of the insured members will be covered for his/her share of the benefit schedule. In case of death of any of the insured members, the death benefit paid will be his/her share of the Sum Assured on Death. The loan outstanding would be adjusted to the extent of this proportionate amount.

The surviving co-borrowers would continue to be covered for their proportionate coverage of the Sum Assured on Death.

Illustration 4: Reducing Cover, Proportionate Cover, Co-borrower proportion 1: 50%, Co-borrower proportion 2: 30%; Co-borrower proportion 3: 20%



General Conditions

- The coverage chosen can be a Level Cover / Reducing Cover; Single Life / Joint Life / Proportionate Coverage.
- The type of Insurance Cover once chosen at inception would remain unchanged throughout the Policy Term.
- The Sum Assured on Death at inception cannot be lesser than the loan amount sanctioned. In the case of a moratorium period, the Sum Assured on Death cannot be lesser than the sanctioned loan amount and the notional interest accrued during the moratorium period.
- The coverage term chosen at inception cannot be greater than the loan tenure, except in the following cases,
 - ✓ In case of a loan foreclosure and the Insured Member opting to continue with the Cover.
 - ✓ In case the loan tenure is not a whole number the coverage period will be rounded up to the higher whole number.
 - ✓ Similarly, in case the moratorium period is not a whole number, the moratorium period provided in the coverage period will be rounded up to the next higher whole number and hence the coverage term becomes greater than loan tenure.
- The total period of coverage under this product will always be in whole numbers. In ensuring this, any change made in the coverage term and/or moratorium period will be such that the coverage period will not be more than loan tenure plus 11 months.

- The interest rate p.a. used for the purpose of providing cover as per the amortization schedule in the COI will be in multiples of 100 basis points(bps). In case the actual loan interest rate p.a. is not a multiple of 100 bps, the amortization schedule will be drawn on interest rate rounded up to next higher multiple of 100 bps

Manner In which the Benefit is Payable

In case Master Policyholder falls under any of the categories as below, any death benefit amount in excess of the outstanding loan balance amount, as per the Credit Account Statement provided by the Master Policyholder, is payable to the nominee / legal heir of the insured member.

- Reserve Bank of India (RBI) Regulated Scheduled Commercial Banks.
- NBFCs having Certificate of Registration from RBI.
- National Housing Bank (NHB) Regulated Housing Finance Companies

In all other cases, the entire payment towards death benefit shall be paid to the nominee/ legal heir only.

Maturity

This plan offers a pure protection benefit and does not offer any maturity benefits.

Surrender

- **Benefit on Foreclosure of Loan Facility:**

In the event the Insured Member(s) makes a prepayment for closure of the Loan Facility to the Policyholder or where the debtor-creditor relationship between an Insured Member and the Policyholder comes to an end prior to Insurance Cover Expiry Date, the Insurance Cover provided to the Insured Member shall continue till the end of the period mentioned in the Certificate of Insurance. The Insured Member has the option to discontinue the cover and the company shall pay the Insured member the surrender value on such discontinuance.

Surrender Value is payable as a percentage of Single Premium based on year of Surrender and Coverage Term subject to a minimum value of Rs. 100. The unpaid amount in the case of surrender value being not more than Rs. 100 shall be treated as per the directions, if any issued by IRDAI.

Surrender Value = GSV Factor * Premium paid in respect of the Insured Member

GSV Factor shall be determined in accordance with table provided in Annexure B

- **Benefit on partial pre-payment of Loan:**

In the event the Insured Member(s) make(s) a partial pre-payment of the loan to the Policyholder, the Insurance Cover will continue as per the original loan schedule without any reduction in the Sum Assured on Death in this Policy.

Discount for High Sum Assureds

This plan offers discount for Sum Assured on Death at the outset being Rs.50 lakhs or above. The rate of discount is as mentioned in the table below:

Sum Assured on Death	Discount as a % of Single Premium
50,00,000-99,99,999	7%
1,00,00,000 and above	10%

A discount of 2% on single premium is applicable for all single premiums received after the contract level premiums cross Rs.1 Crore

Discount for Women

Female insured members have benefit of lower premium in this plan. The premium payable will be equivalent to the premium for a threeyear younger male insured member.

Eligibility Conditions

Minimum entry age	Education Loans: 15 years Other than Education Loans: 18 years
Maximum entry age	74 years age last birthday
Maximum cover cessation age	76 years age last birthday
Type of Cover	Level Cover / Reducing Cover
Minimum Sum Assured	Housing Loans and Loans Against Property: ₹50,000 per member Other Loans ¹ : ₹5,000 per member The Sum Assured on Death at inception cannot be lower than the loan amount sanctioned
Minimum Premium	₹1,000 per group
Premium Paying Term	Single
Minimum / Maximum Cover Term	2-30 years
Moratorium Period	1-7 years
Lives Covered	Single Life/ Joint Life/Proportionate ²
Cover for co-borrowers	Available (maximum number of co-borrowers allowed would be subject to underwriting decision)
Riders	Not Available
Maturity / Survival Benefit	Not Available
Surrender Benefit	As per the table provided in Annexure

1: Other loans include Education Loans, Car Loans, Commercial Vehicle Loans, Commercial Equipment Loans, Business Instalment Loans, Auto/Other Vehicle Loans, Business Loans, Business Overdraft, Business Cash Credit Loans, Personal Overdraft, Cash Credit Loans, Credit Card Loans and Gold Loans.

2: Proportionate Cover is applicable only if the number of insured members is 2 or more.

Other important points to know

About Taxes

This plan entitles you to tax exemption under Section 80C of the Income Tax Act 1961 on the single premium paid.

Please note that tax benefits are subject to changes in Tax Laws and we would urge you to consult your tax advisor for specific tax related advice.

GST will be charged additionally.

Free look period

For the Master Policyholder:

The Master Policyholder shall have a period of 15 days (30 days if the Policy is sourced through Direct Sales#) from the date of receipt of the Master Policy document to review the terms and conditions of this Policy and if the Master Policyholder disagrees with any of the terms and conditions, he/she has the option to return the Master Policy stating the reasons for the cancellation upon which the Company shall refund the premium paid subject to deduction of a proportionate risk Premium for the period of insurance cover in addition to the expenses incurred on medical examination (if any) and the stamp duty charges. All Benefits and rights under this Policy shall immediately stand terminated on the cancellation of the Policy.

For the Insured Member:

The Insured Member shall have a period of 15 days (30 days if the Policy is sourced through Direct Sales#) from the date of receipt of the Certificate of Insurance to review the terms and conditions of this Policy and if the Insured Member disagrees with any of the terms and conditions, he/she has the option to return the Certificate of Insurance stating the reasons for the cancellation upon which the Company shall refund the premium paid subject to deduction of a proportionate risk Premium for the period of insurance cover in addition to the expenses incurred on medical examination (if any) and the stamp duty charges. All Benefits and rights under this Policy shall immediately stand terminated on the cancellation of the Policy.

#Direct Sales includes solicitation by employed sales staff of the company

Premiums

The Premiums payable for the plan shall be calculated basis the following parameters:

1. Age of the proposed insured member(s)
2. Type of cover chosen: Level / Reducing
3. Gender of the insured member(s): Female life rates would have a 3 year# set-back compared to male life rates.
4. Coverage term and Loan Term
5. Moratorium period (if applicable)
6. Sum Assured on Death: 100% of the loan amount, chosen at inception

7. Joint Life Cover: Discount of 17% on sum of individual premiums for both lives.

8. Loan interest rate at inception

^{##}For females aged 18, 19 and 20 years (15, 16 and 17 years for Education Loan) premium rate for male aged 18 years (15 years for Education Loan) will apply.

Nomination Provisions

Nomination should be in accordance with provisions of Section 39 of the Insurance Act 1938 as amended from time to time. This is a Group Insurance policy and the Insured Member shall appoint the nominee, therefore reference to Policyholder in the Annexure A to be read as Insured Member. MWP Act shall not be applicable to this Policy.

[A Leaflet containing the simplified version of the provisions of Section 39 is enclosed as Annexure - A for reference.]

Assignment

No part of the Benefits available under this Policy shall be subject to assignment.

Exclusions

Suicide

In case of death due to suicide within 12 months from the risk commencement date as given in Certificate of Insurance, the nominee or legal heir or beneficiary of the life insured shall be entitled to at least 80% of the premiums paid, provided the policy is in force.

Risk Factors

- a) This is a non-linked, non-participating Group Life Insurance Policy.
- b) HDFC Life Insurance Company Limited is only the name of the Insurance Company and HDFC Life Group Loan Suraksha is only the name of the product and does not in any way indicate the quality of the product, its future prospects or returns.

Section 41 of the Insurance Act, 1938 as amended from time to time: Prohibition of Rebate

Under the provisions of Section 41 of the Insurance Act, 1938 of the Insurance Act, 1938 as amended from time to time:

- (1) No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take 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 accept any rebate, except such rebate as may be allowed in accordance with the published prospectuses or tables of the insurer.
- 2) Any person making default in complying with the provisions of this section shall be punishable with fine which may extend to ten lakh rupees.

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To buy: **1800-266-9777** (Toll free)
(All Days, from 9am to 9pm)



Visit us at www.hdfclife.com



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HDFC Life Insurance Company Limited ("HDFC Life"), CIN: L65110MH2000PLC128245, IRDAI Registration No. 101.

Registered Office: 13th Floor, Lodha Excelus, Apollo Mills Compound, N. M. Joshi Marg, Mahalaxmi, Mumbai - 400 011.

Email: service@hdfclife.com, Tel. No: 1860 267 9999 (Mon-Sat 10 am to 7 pm) Local charges apply. Do NOT prefix any country code. e.g. +91 or 00. Website: www.hdfclife.com
The name/letters "HDFC" in the name/logo of the company belongs to Housing Development Finance Corporation Limited ("HDFC Limited") and is used by HDFC Life under an agreement entered into with HDFC Limited.

HDFC Life Group Loan Suraksha (UIN:101N172V01). Life Insurance Coverage is available in this product. For more details on risk factors, associated terms and conditions and exclusions please read sales brochure carefully before concluding a sale. ARN: MC/09/22/29132.

BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS/FRAUDULENT OFFERS

- IRDAI is not involved in activities like selling insurance policies, announcing bonus or investment of premiums.

Public receiving such phone calls are requested to lodge a police complaint.

Annexure A

Section 39 of the Insurance Act, 1938 as amended from time to time - Nomination by Policyholder

Provisions regarding nomination of a Policy in terms of Section 39 of the Insurance Act, 1938, as amended from time to time are as follows:

01. The Policyholder of a life insurance on his own life may nominate a person or persons to whom money secured by the Policy shall be paid in the event of his death.
02. Where the Nominee is a minor, the Policyholder may appoint any person to receive the money secured by the Policy in the event of Policyholder's death during the minority of the Nominee. The manner of appointment is to be laid down by the insurer.
03. Nomination can be made at any time before the maturity of the Policy.
04. Nomination may be incorporated in the text of the Policy itself or may be endorsed on the Policy communicated to the insurer and can be registered by the insurer in the records relating to the Policy.
05. Nomination can be cancelled or changed at any time before Policy matures, by an endorsement or a further endorsement or a will as the case may be.
06. A notice in writing of Change or Cancellation of nomination must be delivered to the insurer for the insurer to be liable to such Nominee. Otherwise, insurer will not be liable if a bona fide payment is made to the person named in the text of the Policy or in the registered records of the insurer.
07. Fee to be paid to the insurer for registering change or cancellation of a nomination can be specified by the Authority through Regulations.
08. On receipt of notice with fee, the insurer should grant a written acknowledgement to the Policyholder of having registered a nomination or cancellation or change thereof.
09. A transfer or assignment made in accordance with Section 38 of the insurance act as amended from time to time shall automatically cancel the nomination except in case of assignment to the insurer or other transferee or assignee for purpose of loan or against security or its reassignment after repayment. In such case, the nomination will not get cancelled to the extent of insurer's or transferee's or assignee's interest in the Policy. The nomination will get revived on repayment of the loan.
10. The right of any creditor to be paid out of the proceeds of any Policy of life insurance shall not be affected by the nomination.
11. In case of nomination by Policyholder whose life is insured, if the Nominees die before the Policyholder, the proceeds are payable to Policyholder or his heirs or legal representatives or holder of succession certificate.
12. In case Nominee(s) survive the person whose life is insured, the amount secured by the Policy shall be paid to such survivor(s).

13. Where the Policyholder whose life is insured nominates his
 - a. Parents, or
 - b. Spouse, or
 - c. Children, or
 - d. Spouse, and children
 - e. or any of them

the Nominees are beneficially entitled to the amount payable by the insurer to the Policyholder unless it is proved that Policyholder could not have conferred such beneficial title on the Nominee having regard to the nature of his title.

14. If Nominee(s) die after the Policyholder but before his share of the amount secured under the Policy is paid, the share of the expired Nominee(s) shall be payable to the heirs or legal representative of the Nominee or holder of succession certificate of such Nominee(s).
15. The provisions of sub-section 7 and 8 (13 and 14 above) shall apply to all life insurance policies maturing for payment after the commencement of Insurance Laws (Amendment) Act, 2015.
16. If Policyholder dies after maturity but the proceeds and benefit of the Policy has not been paid to him because of his death, his Nominee(s) shall be entitled to the proceeds and benefit of the Policy.
17. The provisions of Section 39 of the insurance act as amended from time to time are not applicable to any life insurance Policy to which Section 6 of Married Women's Property Act, 1874 applies or has at any time applied except where before or after Insurance Laws (Amendment) Act, 2015, a nomination is made in favour of spouse or children or spouse and children whether or not on the face of the Policy it is mentioned that it is made under Section 39 of the insurance act as amended from time to time. Where nomination is intended to be made to spouse or children or spouse and children under Section 6 of MWP Act, it should be specifically mentioned on the Policy. In such a case only, the provisions of Section 39 of the insurance act as amended from time to time will not apply.

[Disclaimer: This is not a comprehensive list of amendments. Policyholders are advised to refer to Section 39 of the Insurance Act, 1938, as amended from time to time for complete and accurate details].

Annexure B

GSV Factors as a %age of Single Premium Policy Year of Surrender

Policy Term	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
2	6%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
3	13%	3%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
4	18%	8%	2%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
5	21%	13%	6%	2%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6	24%	16%	10%	5%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
7	26%	19%	13%	8%	4%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
8	28%	22%	16%	11%	7%	3%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9	30%	24%	19%	14%	9%	6%	3%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
10	32%	26%	21%	17%	12%	8%	5%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11	33%	28%	23%	19%	15%	11%	8%	5%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
12	34%	30%	26%	21%	17%	14%	10%	7%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
13	35%	31%	27%	24%	20%	16%	13%	9%	7%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
14	37%	33%	29%	26%	22%	19%	15%	12%	9%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
15	38%	34%	31%	28%	24%	21%	18%	15%	12%	9%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
16	39%	36%	32%	29%	26%	23%	20%	17%	14%	11%	8%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
17	40%	37%	34%	31%	28%	25%	22%	20%	17%	14%	11%	8%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	
18	41%	38%	35%	33%	30%	27%	25%	22%	19%	16%	14%	11%	8%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	-	
19	41%	39%	37%	34%	32%	29%	27%	24%	22%	19%	16%	13%	11%	8%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	-	
20	42%	40%	38%	36%	34%	31%	29%	27%	24%	22%	19%	16%	14%	11%	8%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	-	
21	43%	41%	39%	37%	35%	33%	31%	29%	27%	24%	22%	19%	16%	14%	11%	8%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	-	
22	44%	42%	41%	39%	37%	35%	33%	31%	29%	27%	24%	22%	19%	17%	14%	11%	9%	6%	4%	2%	1%	-	-	-	-	-	-	-	-	
23	45%	43%	42%	40%	39%	37%	35%	33%	31%	29%	27%	25%	22%	20%	17%	14%	11%	9%	6%	4%	2%	1%	-	-	-	-	-	-	-	
24	45%	44%	43%	42%	40%	39%	37%	35%	34%	32%	30%	27%	25%	23%	20%	17%	14%	12%	9%	6%	4%	2%	1%	-	-	-	-	-	-	
25	46%	45%	44%	43%	42%	40%	39%	37%	36%	34%	32%	30%	28%	26%	23%	20%	18%	15%	12%	9%	6%	4%	2%	1%	-	-	-	-	-	
26	47%	46%	45%	44%	43%	42%	41%	39%	38%	36%	35%	33%	31%	29%	26%	24%	21%	18%	15%	12%	9%	6%	4%	2%	1%	-	-	-	-	
27	48%	47%	46%	45%	44%	43%	42%	41%	40%	39%	37%	35%	34%	32%	29%	27%	24%	21%	18%	15%	12%	9%	6%	4%	2%	1%	-	-	-	
28	48%	48%	47%	46%	46%	45%	44%	43%	42%	41%	39%	38%	36%	34%	32%	30%	28%	25%	22%	19%	16%	12%	9%	6%	4%	2%	1%	-	-	
29	49%	48%	48%	47%	47%	46%	46%	45%	44%	43%	42%	40%	39%	37%	35%	33%	31%	28%	25%	22%	19%	16%	13%	9%	6%	4%	2%	1%	-	
30	50%	49%	49%	49%	48%	48%	47%	47%	46%	45%	44%	43%	42%	40%	38%	36%	34%	32%	29%	26%	23%	19%	16%	13%	9%	7%	4%	2%	1%	

Surrender value shall only be payable subject to a minimum value of Rs. 100.