

Ageas Federal Life Insurance

Group Microinsurance Plan II

Non-Linked, Non-Participating, Group Life, Pure Risk Premium, Micro Insurance Plan
UIN: 135N086V02

ageasFEDERAL
LIFE INSURANCE

Khushiyan ki Shuruuat, Suraksha Ke Saath!



Introduction

To ensure your family is financially secured in case of any unfortunate event, it is critical to protect the savings that you have and cover your future liabilities at a low cost. Ageas Federal Life Insurance Group Microsurance Plan II, a non-linked, non-participating, group life, pure risk premium, micro insurance plan, has been specially designed to provide insurance cover at an affordable cost to help safeguard the financial future of members of Self Help Groups, NGOs, Microfinance or other similar homogenous groups or institutions. The plan covers both Employer–Employee and Non Employer–Employee and provides easy flexibility to tailor it to meet protection needs towards a secure and comfortable future for their loved ones.

Key Features



Affordable Protection – Financial security at nominal cost



Option to choose level or reducing cover



Flexibility to select the plan from 2 different variants – One Year Renewable Term (OYRT) & Single Premium



Joint life Option



Insured member may avail tax benefits under relevant sections as per prevailing tax laws.

How does the plan work

The Ageas Federal Life Insurance Group Microsurance Plan II is intended to cover members, employees or Second Life of Micro Finance institutions, co-operatives, and other homogeneous groups, socially and economically weaker sections of the society, Self Help Groups, Non–Banking Financial Companies, District Cooperative Banks, Regional Rural Banks or NGOs.

This being a group plan, a master policy is issued to the master policyholder Each member of the group, insured under the master policy is issued an individual certificate of insurance.

This plan has an option to select one plan variant either from Single Premium or One Year Renewable Term for the group.

Under both variants, The member in the group has the option to cover Second Life (where an insurable interest exists) by choosing the Joint Life option at inception in case of Single Premium variant and/or at any annual renewal date in case of One Year Renewable Term variant.

Eligibility Criteria

Insured Member Level	Minimum		Maximum
Entry age*	18 years		65 years
Cover ceasing age*	18 years		70 years
Death Sum Assured	Rs.1,000		Rs.2,00,000
Cover Term (In months)	Single Pay	1	60
	One Year Renewable Term	12	12
Group Size	5 lives		No Limit [#]
Premium Payment Mode	Single Pay, Yearly, Half-Yearly, Quarterly, Monthly		

*All ages are as per age last birthday.

[#]Subject to company's Board approved underwriting policy.

Plan Benefits



Death Benefit

1. Single Premium Option

In case of death of an insured member while the cover is still in force, a Death Benefit will be paid immediately as lumpsum. The amount of death benefit payable depends on the Death Benefit option and Cover Option chosen by the insured member. The death benefit shall be paid as described below under section Payment of Death Benefit.

On payment of Death Benefit, the coverage of the member shall terminate and all rights, benefits and interests shall stand extinguished.

Death Benefit options

a) Level death benefit option:

The death benefit is equal to the Death Sum Assured and will remain constant throughout the cover term, In case of credit linked / mortgage redemption cover, Death Sum Assured shall be less than or equal to the sanctioned loan amount.

The commencement of risk for individual member is subject to underwriting, acceptance, and issuance of certificate of insurance by us

b) Reducing death benefit option:

Reducing death benefit option will be applicable only for credit linked / mortgage redemption cover. At inception of the cover, the Death Benefit shall be equal to Death Sum Assured. Death benefit will reduce monthly starting from the beginning of the second month. In the event of death of the insured member during the cover term, Death Benefit at date of death as per the Benefit Schedule issued at the outset for each member shall be paid.

Benefit Schedule can be generated from a minimum loan interest rate of 1% p.a. and shall reflect the loan interest rate applicable at inception of the cover. Benefit Schedule shall remain unchanged during the cover Term irrespective of the actual outstanding loan tenure, actual outstanding loan amount and change in interest rate.

The cover term shall be less than or equal to loan tenure at inception of the cover.

2. One Year Renewable Term Option

In case of death of an insured member while the cover is still in force, a Death Benefit will be paid immediately as lumpsum, provided the individual has paid all the due premiums till date. The amount of death benefit payable depends on the Death Benefit option and Cover Option chosen by the insured member. In case of mortgage redemption / credit linked cover, the death benefit shall be paid as described below under section Payment of Death Benefit.

For the policies where other than yearly mode of premium payment is chosen, Death Benefit shall be paid after deducting premiums due till the end of the cover term without any interest, provided the individual has paid all the due premiums till date of death.

On payment of Death Benefit, the coverage of the member shall terminate, and all rights, benefits and interests shall stand extinguished.

Death Benefit option:

For One Year Renewable Term, only Level Death Benefit Option shall be applicable. The death benefit is equal to the Death Sum Assured and will remain constant throughout the cover term. In case of credit linked / mortgage redemption cover, Death Sum Assured shall be less than or equal to the sanctioned loan amount.

The commencement of risk for individual member is subject to underwriting, acceptance, and issuance of certificate of insurance by us.

Cover Options

For each of above Death Benefit Option, following cover options are available:

a) Single Life Cover

The death benefit is paid in case of death of the insured member. On payment of Death Benefit, the cover shall terminate and all rights, benefits and interests shall stand extinguished.

b) Joint life cover

Joint life cover will be issued to Second Life only if there exists an insurable interest. Under this option, 100% of the death benefit is paid in case of first death of either the insured member or the Second Life. In case of simultaneous death of both the lives, 100% of Death benefit shall be paid only on one life. The risk cover shall cease on occurrence of the first death.

On payment of Death Benefit, the cover shall terminate and all rights, benefits and interests under the cover shall stand extinguished.

If the claim is repudiated / rejected for any reason whatsoever on death of first Insured Member, the Death Benefit shall not be paid and the cover for the surviving member will continue for the remaining term. In case of joint life cover, each Life Assured should meet boundary conditions for age.

Payment of Death Benefit

In case of Master Policy Holder is regulated by RBI, NBFCs, NMDFC and NHBs

At the time of claim settlement Ageas Federal Life will call for a credit account statement from the master policy holder. If the master policy holder is either of the following:

1. Reserve Bank of India (RBI) regulated Scheduled Commercial Banks(including co operative banks)
2. NBFCs having Certificate of Registration from RBI
3. National Housing Bank(NHB) Regulated Housing Finance Companies
4. National Minority Development Finance Corporation (NMDFC) and its State Channelizing Agencies
5. Small Finance Banks regulated by RBI
6. Mutually Aided Cooperative Societies formed and registered under the applicable State Act concerning such Societies
7. Microfinance companies registered under section 8 of the Companies Act, 2013
8. Any other category as approved by the Authority

And in case there is any outstanding loan balance, the death benefit will be paid to the master policy holder to the extent of outstanding loan balance subject to due authorization by the insured member at the time of enrolment, balance claim amount (if any) will be payable to the beneficiary of the insured member. Balance claim amount is equal to death benefit less outstanding loan balance.

In case of Master Policy Holder is other than stated above, all the claims will be settled in the name of the beneficiary



Maturity Benefit

There is no maturity benefit payable under the master policy or to the individual member



Surrender value

This is a pure protection plan option and therefore does not acquire any surrender value.

However, a Refund value shall be payable for Single Premium contracts with Cover Term of higher than 24 months.

Refund Value is as below:

For Reducing Death Benefit Option:

$70\% \times \text{Single Premium} \times [\text{Unexpired Cover Term (in months)} / \text{Cover Term (in months)}] \times (\text{Death Benefit as on date of surrender according to Benefit Schedule / Death Sum Assured})$; Rounded down to multiple of one rupee.

For Level Death Benefit Option:

$70\% \times \text{Single Premium} \times [\text{Unexpired Cover Term (in months)} / \text{Cover Term (in months)}]$; Rounded down to multiple of one rupee

Single Premium means premium received, excluding any extra premium, any rider premium and taxes (as applicable).

Any changes in the above methodology and factor shall be done, subject to necessary approvals as required by IRDAI.

We confirm that Surrender Value is in compliance with IRDAI (Acquisition of Surrender and Paid-Up Values) Regulations, 2015, as amended from time to time.

On payment of Refund Value, the coverage of the member shall terminate, and all rights, benefits and interests shall stand extinguished.

Surrender by Master Policyholder:

The Master Policyholder may surrender the policy at any time by giving written notice of at least three months or of such period as mutually agreed between the master policyholder and us. In this event the insurer shall not accept any new members.

An option shall be given to the individual members of the group, on such surrender, to continue the cover and the insurer/intermediary if any, shall continue to be responsible to serve such members till their coverage is terminated. If individual members also wish to surrender then Refund Value as mentioned above shall be payable.

Surrender by Individual Member:

Individual Member of the group may also surrender the Certificate of Insurance anytime during the Cover Term and not limited to the event of foreclosure / pre-payment / transfer of loan. On surrender, Refund Value as mentioned above shall be payable.



Termination of cover

The insurance cover for a member will be terminated and our obligations will cease on the earliest of any of the following:

- On attainment of age of 70 years (age last birthday) as on renewal date of the cover
- On payment of death benefit by Ageas Federal Life Insurance Company
- On expiry of the Cover Term of the member
- On voluntary termination of the cover (if applicable)



Tax Benefits

Tax benefits may be available on premiums paid and benefit receivable as per prevailing Income Tax Laws.

General Terms and Conditions



Suicide claim provision

In case of death due to suicide within 12 months from the date of commencement of risk under the cover or from the date of revival of the cover, as applicable, the nominee or beneficiary of the member shall only be entitled to at least 80% of the total premiums paid till the date of death or Surrender Value available as on the date of death whichever is higher, provided the cover is in force.

Total Premiums Paid is defined as total of all the premiums

received, excluding any extra premium, any rider premium and taxes.

We confirm that Suicide Exclusion is as per Section 9(c) of IRDAI (Non-Linked Insurance Products) Regulations, 2019, as amended from time to time.



Loans

No loan is available under this policy.



Nomination

Nomination is allowed as per provisions of section 39 of Insurance Act, 1938 as amended from time to time.



Assignment

Assignment is allowed as per provisions of Section 38 of Insurance Act, 1938, as amended from time to time.



Free look period

For the Master Policyholder

Master policyholder has a free look period of 15 days from the date of receipt of the policy document and period of 30 days in case of electronic policies and policies obtained through distance mode*, to review the terms and conditions of the policy and where the master policyholder disagrees to any of those terms or conditions, master policyholder has the option to return the policy to the insurer for cancellation, stating the reasons for his/her objection.

The policy shall terminate forthwith and all rights, benefits and interests under the policy including the cover in respect of all existing members shall cease immediately and he/she shall be entitled to a refund of the Premium paid subject only to a deduction of a proportionate risk Premium for the period of cover and the expenses incurred by the insurer on medical examination of the insured member and stamp duty charges.

*Distance mode: Distance mode includes every activity of solicitation (including lead generation) and sale of insurance products through the following modes:

- Voice mode, which includes telephone calling
- Short Messaging service (SMS)
- Electronic mode which includes e-mail and interactive television (DTH)
- Physical mode which includes direct postal mail and newspaper & magazine inserts.

For the Insured Member

Insured member has a free look period of 15 days from the date of receipt of the certificate of insurance and period of 30 days in case of electronic policies and policies obtained through distance mode*, to review the terms and conditions of the certificate of insurance and where the insured member disagrees to any of those terms or conditions, he/she has the option to return the certificate of insurance to the insurer for cancellation, stating the reasons for his/her objection, then he/she shall be entitled to a refund of the Premium paid subject only to a deduction of a proportionate risk Premium for the period of

cover and the expenses incurred by the insurer on medical examination of the insured member and stamp duty charges.

*Distance mode: Distance mode includes every activity of solicitation (including lead generation) and sale of insurance products through the following modes:

- Voice mode, which includes telephone calling
- Short Messaging service (SMS)
- Electronic mode which includes e-mail and interactive television (DTH)
- Physical mode which includes direct postal mail and newspaper & magazine inserts.

All the benefits under the certificate of insurance will stand extinguished immediately on the cancellation of the certificate of insurance under the free look.

Premium Payment Mode

For one-year renewable term, Premiums can be paid on yearly, Half – Yearly, Quarterly or Monthly basis. The modal loading factors for the instalment premium calculation (Modal loading x Annualized Premium) are shown in the following table:

Mode	Modal Loading
Yearly	1.00
Half-Yearly	0.51
Quarterly	0.26
Monthly	0.09



Grace Period

The Grace period is 15 days for Monthly and 30 days in all other cases from the due date for the payment of Premium. If death of a member occurs during the grace period, the claim shall be payable subject to the receipt of due premiums under Master Policy.

Insurer shall be responsible to honour any valid claims brought under this policy in instances wherein the Master Policyholder has collected/ deducted the Premium but has failed to pay the same to the Insurer within the Grace Period due to administrative reasons.



Renewal

The master policyholder has the option to renew the policy within 30 days from the expiry of the policy term provided that the policy was fully paid up and was in force as on the date of the expiry of the policy term.



Lapse

In case of non-payment of due premiums, the cover will lapse. In such case, if a claim arises, no benefits shall be payable. The cover can be reinstated in accordance with Revival/Reinstatement Section.



Revival/ Reinstatements

A policy / cover in lapse status may be reinstated during the policy term for full benefits subject to the following conditions:

- An application for reinstatement must be made within 60 days from the due date of the first unpaid Premium, subject to it being within the cover term of 12 months i.e. not later than the annual renewal date of the policy.
- The premiums must be paid only for members alive on date of revival as per the terms and conditions of the policy. Such premiums will be calculated from the date of first unpaid premium till the date of next premium due.
- Claims arising from insured event which occurred during the lapsed period will not be paid.
- Master Policyholder and/or Member must furnish satisfactory evidence of health of members covered and satisfy other requirements subject to company's Board Approved Underwriting Policy at that time. Medical tests, if required, have to be borne by the member at his own cost.

The reinstatement/revival will be based on the Board approved underwriting policy.

Once the policy / cover has been reinstated/revived, it is entitled to receive prospectively the same benefits as an in-force policy.

Exclusion

There are no exclusions in this product other than the suicide clause



Alterations

Change in Sum Assured or any terms and conditions is not allowed under this plan.



Riders

There are no riders/add-on benefits in this product.



Paid-up

The policy does not acquire Paid-up value.



Member data and underwriting

The member data will be provided to us electronically by master policy holder or through member enrollment form as advised by us from time to time.

We may underwrite basis declaration of good health or a medical questionnaire based on our board approved underwriting policy.



Statutory Information

Prohibition of Rebate Insurance Act

The Insurance Act, 1938 prohibits an agent or any other person from passing any portion of his commission to the customer, whether as incentive or rebate of premium. Section 41 of the Act states:

(1) No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take out 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 liable for a penalty which may extend to ten lakh rupees.

Fraud, Misstatement and suppression

Fraud, Misstatement and suppression would be dealt with in accordance with provisions of Section 45 of the Insurance Act 1938 as amended from time to time.

Disclaimers:

This brochure gives only the salient features of the Ageas Federal Life Insurance Group Microsurance Plan II. It uses easy-to-understand language to explain the features. Your plan is governed only by the full legal terms, conditions and exclusions as contained in the policy document and certificate of insurance.

Please read the master policy document / certificate of insurance for more details.

Ageas Federal Life Insurance Group Microsurance Plan II (UIN: 135N086V02) is a Non-Linked, Non-Participating, Group Life, Pure Risk Premium, Micro Insurance Plan and no benefits other than those indicated in this brochure are payable. This product does not participate in the profits of the Company. Substandard lives will be charged extra premium. There are no riders attached to this plan.

This product is underwritten by Ageas Federal Life Insurance Company Limited (Formerly known as IDBI Federal Life Insurance Company Ltd.) (Regn. No 135; Corporate Identity Number (CIN) – U66010MH2007PLC167164) having its registered office at 22nd Floor, A Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel – East, Mumbai – 400013, Maharashtra. Website: www.ageasfederal.com. Toll-Free: 1800 209 0502.

Tax benefits are as per the Income Tax Act, 1961 and are subject to changes in the tax from time to time. Ageas Federal Life Insurance Company Limited does not assume responsibility on tax implication. Trade Logo displayed above belongs to The Federal Bank Limited and Ageas International Insurance N. V. and used by Ageas Federal Life Insurance Company Limited under license from respective partners. ARN: 17782/GM2/ENG/Print-PB/Aug23

BEWARE OF SPURIOUS/FRAUD PHONE CALLS!

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.

Contact Us



Branches

Visit or call any branch of Ageas Federal Life Insurance Co Ltd., Federal Bank or IDBI Bank. For the list of branches, please visit www.ageasfederal.com



Phone

Call our nationwide toll free number **1800 209 0502** from Monday to Saturday at any time between 8 am to 8 pm.



Website

Visit our website www.ageasfederal.com



Write

Write to customer service desk:

Ageas Federal Life Insurance Company Limited (Formerly known as IDBI Federal Life Insurance Co. Ltd.), 22nd Floor, A Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel – East, Mumbai – 400013



Email

Email us at:

support@ageasfederal.com