

Life Insurance Products

Money Back Policy

- Money back policy combines insurance with savings.
- The policies are offered for different terms like 12, 15, 20, 25 years.
- These policies provide sums required as anticipated expenses (marriage, education, etc) over a stipulated period of time.
- A portion of the sum assured is payable at regular intervals. On survival the remainder of the sum assured along with accrued bonus is payable.
- In case of death, full sum assured with accrued bonus is payable to the insured, no deduction is made for any payment of survival benefit already paid.
- The premium is payable upto the term of the policy.

Some Money Back Plans

Company Name	Plan
Life Insurance Corporation	Money Back Plan
HDFC Standard Life	Money Back
SBI Life Insurance	Money Back & Sanjeevan Supreme
MetLife Insurance	Met Bhavishya
ICICI Prudential life	Cash-N-Bak
Birla Sunlife Insurance	Flexi Cash Flow
Bajaj Allianz Life	Cash Gain
Kotak Life Insurance	Kotak Money Back
Reliance Life Insurance	Reliance Cash flow Plan

Example : Mr. Ramesh, aged 40, bought a money back Plan from ABC Insurance company Ltd for Rs 2 Lakhs sum assured for 20 years term. The premium payment is Rs 10500 annually.

In case of death

In case Mr. Ramesh dies during the first 5 years, the sum assured of Rs 2 lakhs + dividend or bonus (as applicable) will be payable to the dependants / nominee or legal heirs.

In case Mr. Ramesh dies during the 3rd block of 5 years, the sum assured of Rs 2 lakhs + dividend or bonus (as applicable) will be payable to the dependants / nominee or legal heirs, inspite of Mr Ramesh having collected Rs 40000 each time as his survival benefit payments at the end of 5 years & 10 years.

In case Mr. Ramesh dies during the 4th block of 5 years, the sum assured of Rs 2 lakhs + dividend or bonus (as applicable) will be payable to the dependants / nominee or legal heirs, inspite of Mr Ramesh having collected Rs 40000 each time as his survival benefit payments at the end of 5 years, 10 years & 15 years.

In case of survival

In case Mr. Ramesh survives the first 5 years, then he will collect the 1st survival benefit due under the terms of the policy, which is 20% of the sum assured = Rs 40000.

In case Mr. Ramesh also survives the next 5 years, then he will collect the 2nd survival benefit due under the terms of the policy, which is 20% of the sum assured = Rs 40000.

In case Mr. Ramesh also survives the full term of the policy (20 years), then he will collect the remaining 40% of the SA equaling Rs 80000 + bonus as applicable.