

# edelweiss life wealth ultima

A Unit Linked, Non-Participating, Individual,  
Life Insurance Product



The Linked Insurance Products do not offer any liquidity during the first five years of the contract. The policyholder will not be able to surrender/withdraw the monies invested in Linked Insurance Products completely or partially till the end of the fifth year.

**IN THIS POLICY, INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER**

## 5 reasons why?

**01**

Edelweiss Life – Wealth Ultima comes with a unique combination of:

**SMP**

Safeguards from erratic market movements

Wealth Accumulation

**STP**

Transfer money from one asset class to another

Wealth Preservation

**SWP**

Works as a second income

Wealth Utilization

SMP: Systematic Monthly Plan

STP: Systematic Transfer Plan

SWP: Systematic Withdrawal Plan

**02**

Additions in the Policy:

Various additions in the Policy provide better returns.

**03**

Life Cover:

This product provides life cover which gives a lump sum amount to the beneficiary in case of unfortunate demise of the Life Insured.

**04**

Little Champ Benefit:

In case of unfortunate demise of the Policyholder, the policy shall continue and the child receives the Policy benefits as planned.

**05**

Choose Policy Term and Premium Paying Term as per your need:

Policy Term ranges from 10 years to 'till age 100'. Premium Paying Term\* ranges from 5 years to 'till the end of the policy term'.

\* Premium Paying Term under Little Champ option is restricted till 30 years minus entry age of the Life Insured

### Why Edelweiss Life Insurance?

At Edelweiss Life Insurance, we realize that your needs are more important than anything else. That's why it is our constant aim to understand your needs first before offering any advice or an insurance solution. Your needs, based on your priorities, are first understood, then evaluated against your future goals so that we are able to ensure that we can offer you the best solution suited to your needs. We offer a wide range of life insurance solutions ranging from pure term plan, savings cum insurance plan, retirement plans as well as critical illness plans.

### Why Wealth Accumulation or an Investment plan?

In today's progressive world, there are ample opportunities to prove yourself in your chosen field and to do well. We understand that as an achiever, you would want to make the most of your achievements by enjoying a good lifestyle or planning for some big moments in your life. You may want an early retirement which can be enjoyed in grand style or it could be an international education course for your child. It would be ideal to invest in a plan which helps you accumulate wealth. This product provides life cover which will be useful to your family in case of unfortunate demise of the Life Insured.

### Why Edelweiss Life – Wealth Ultima?

Edelweiss Life - Wealth Ultima is an insurance plan designed for your future. It is a plan that enables you to savour the sense of freedom that is evoked when you know that you have taken the right path for creating the wealth you need to live an unburdened life.

'Edelweiss Life - Wealth Ultima' is designed for accumulating your wealth by having an option to pay systematically through monthly or other modes, growing your wealth by capitalizing on multiple choices of STPs and/or funds and utilizing your wealth by opting for SWP. This plan is a systematic, well thought out plan that enables you to create long term wealth and also protect yourself against the uncertainties of life.

## Benefit Summary:

**Systematic Monthly Plan (SMP):** Under SMP, you pay your premium commitment on a monthly basis. This helps in:

- Safeguarding from erratic market movements.
- Easier to pay a small amount monthly than a large amount annually.

### Systematic Transfer Plan (STP):

It is often difficult to ascertain which asset class to choose and when to switch between them. STP offers two options set out below to help manage your asset allocation as per your needs:

- Lifestage and duration based STP
- Profit target based STP

You can also choose the Self-Managed Strategy wherein your money will be allocated to your choice of fund(s).

### **Systematic Withdrawal Plan (SWP):**

This option allows you to withdraw a sum of money systematically and regularly from your Fund Value. This regular stream of money works as a second income for you.

### **Additions in the Policy:**

Additions add money to your fund value in the form of Guaranteed Additions, Loyalty Additions and Booster Additions. These help in substantially increasing your returns.

### **Tax Benefits:**

You can avail income tax benefits on the premiums paid and on the benefits received as per the prevailing income tax laws.

## **How does this plan work?**

### **Step 1**

Select your

- Premium
- Policy Term
- Premium Paying Term
- Sum Assured
- Premium Mode

### **Step 2**

Select Little Champ Benefit (Optional)

### **Step 3**

Select

- Systematic Transfer Plan (STP) or Self Managed Strategy
- Systematic Withdrawal Plan (SWP) (Optional)

### **Step 4**

On Policy Maturity, you will receive the Maturity Benefit.

In case of unfortunate demise within the Policy Term, Death Benefit will be payable

## Plan summary

This plan has 2 options:

Option 1: Policies wherein Age of the Life Insured at Maturity is 70 years or less

Option 2: Policies wherein Age of the Life Insured at Maturity is 100 years

Minimum / Maximum Policy Term	
Minimum Policy Term	10 Years
Maximum Policy Term	5-6 PPT: 70 minus age at entry (Only Option 1 is available)
	7 PPT and above: 100 minus age at entry (Both Option 1 & Option 2 are available)

Policy Term is subject to minimum / maximum maturity age.

### Premium Paying Term (PPT)

Option	Policy Term	PPT	With Little Champ Benefit	Without Little Champ Benefit
Option 1	10 – 30 years	Regular Pay	Available when Age of the Life Insured at Maturity is less than or equal to 30 years.	Available
		Limited Pay	5 Years to Minimum of <ul style="list-style-type: none"> <li>Policy Term –1year, or</li> <li>30 years minus age at entry</li> <li>of the Life Insured)</li> </ul>	5 years to (Policy Term – 1 year)
	31 years and above	Regular Pay	Not Available	Available
		Limited Pay	5 years to (30 years minus age at entry of Life Insured)	5 years to 30 years
Option 2	100 minus age at entry	Regular Pay	Not Available	Available
		Limited Pay	5 years to (30 years minus age at entry of Life Insured)	5 years to 30 years

	For Option 1 & 2: Entry Age (Age last birthday)			
		With Little Champ Benefit		Without Little Champ Benefit
Minimum Entry Age	PPTs	Life Insured	Policyholder	Life Insured
	All PPTs <sup>\$</sup>	0 Years	18 Years	0 Years
Maximum Entry Age	PPT	Life Insured	Policyholder	Life Insured
	5 Pay	17 years	70 years	50 years
	6 & 7 Pay	17 years	70 years	55 years
	8 Pay	17 years	70 years	60 years
	9 – 13 Pay	17 years	65 years	60 years
	14 – 27 Pay	17 years	60 years	60 years
	28 – 30 Pay	17 years	55 years	60 years
	31 & Above Pay	NA	NA	60 years

<sup>\$</sup>Under Little Champ Benefit, PPT is restricted to 30 years minus age at entry of the Life Insured.

Note: Little Champ Benefit can be availed under Option 1 as well as Option 2.

Minimum / Maximum Age of Life Insured at Maturity			
	Option / PPT	5 – 6 Pay	7 Pay and above
Minimum	Option 1	18 years	18 years
	Option 2	NA	100 years
Maximum	Option 1	70 years	70 years
	Option 2	NA	100 years

Premium Type	Age at Entry	Minimum Sum Assured	Maximum Sum Assured
Base Premium	0 - 44 years	Higher of (10, PT/2) * AP	Higher of (10, PT/2) * AP
	45 years and above	Higher of (7, PT/4) * AP	10 * AP
Top - Up Premiums	0 - 44 years	1.25 * TP	10 * TP
	45 years and above	1.25 * TP	5 * TP

PT = Policy Term, AP = Annualised Premium, TP = Top-up Premium

For Option 2: Policy Term will be considered as '70 – Age at Entry'

Premium	Modal Premium	Top-up Premium
Minimum	Annual: Rs.48,000 Semi-annual: Rs. 36,000 Quarterly: Rs. 18,000 Monthly: Rs. 6,000	Rs. 5,000
Maximum	No Limit	At any point of time the total Top-up Premiums paid shall not exceed the total of the Basepremiums paid at that point of time.

**Note:** Annual, Semi-annual, Quarterly and Monthly modes are available under this plan.

**Note:** Charges will vary depending upon the plan option chosen  
This product is available for sale through online mode as well.

## Plan options

### 1. Investment Options:

You can either choose one of the Systematic Transfer Plans (STP) or go for Self-Managed Strategy.

#### i. Systematic Transfer Plans (STP):

**a. Life stage and duration based STP:** One's risk appetite depends on:

- a. Age: As age increases, one's risk appetite decreases
- b. Investment duration: Short investment duration leads to lower risk appetite

This STP ensures your money is moved from equity oriented fund (Equity Large Cap Fund) to debt oriented fund (Bond Fund) as your age increases and remaining policy term reduces. Under this STP, a proportion of the fund value will be allocated in Equity Large Cap Fund basis the below formula:

$$\text{Min}(100, \frac{(100 - \text{Attained Age}) * \text{Remaining Policy Term}}{10})\%$$

'Attained Age' refers to the age of the life insured as on the last birthday when the above formula is applied.

In simple words, the allocation percentage in Equity Large Cap Fund will be equal to (100-attained age) multiplied by remaining Policy Term divided by 10. This allocation percentage cannot be more than 100%.

Remaining fund value will be allocated in Bond Fund.

At the time of opting in this STP, based on the above formula, the allocated premium will be distributed between Equity Large Cap Fund and Bond Fund. We will automatically rebalance the proportion between above two funds as per the above formula on each Policy Anniversary.

An example of how this STP works is shown below:

(Proportion invested in Equity Large Cap Fund)

Attained Age	Remaining Policy Term				
	10 Years	15 Years	20 Years	25 Years	30 Years
18 Years	82%	100%	100%	100%	100%
30 Years	70%	100%	100%	100%	100%
40 Years	60%	90%	100%	100%	100%
45 Years	55%	82.5 %	100%	100%	100%
50 Years	50%	75%	100%	100%	100%
55 Years	45%	67.5 %	90%	100%	100%
60 Years	40%	60%	80%	100%	100%

Let's say a 40 year old person opts for a 30 year policy Term. At inception, the allocation in Equity Large Cap Fund will be:

$$\text{Min}(100, \frac{(100-40)*30}{10})\% = 100\%$$

After 15 years, the age will now be 55 years and remaining policy term will now be 15 years. At this stage, the allocation in Equity Large Cap fund will be:

$$\text{Min}(100, \frac{(100-55)*15}{10})\% = 67.5\%$$

#### b) Profit target based STP:

This STP enables you to lock the gains made from equity and reduce the future market volatility by transferring the gains to a safer avenue. Under this STP, 100% of the Premiums (net of allocation charges) are invested in Equity Large Cap Fund. On any day where the gain from the Equity Large Cap Fund reaches 10% or more of the cumulative premiums (including Top-up premiums) paid, the amount equal to the appreciation will be transferred to the Bond Fund at the prevailing unit price. The same is explained in the formula below:

If, Fund Value in Equity Large Cap Fund  $\geq$  110% \* Total Premium paid till date

This ensures that the gains are protected from any future market volatilities. There will be no movement from Bond Fund to any other fund.

This STP is explained with the help of an example:

For premium of Rs. 100,000 paid annually, any time the fund value in Equity Large Cap Fund crosses Rs. 110,000 (i.e. 110% of the paid premium till date of 100,000), say it is Rs. 111,242 then Rs.11,242 (i.e. 111,242 – 100,000) will be transferred to Bond Fund.

Extending this example, let's say after three years, the total premium paid is Rs. 3,00,000. Any time the fund value in Equity Large Cap fund crosses Rs. 3,30,000 (i.e. 110% of the paid premium till date of Rs. 3,00,000), say it is Rs. 3,30,597, then Rs. 30,597 (i.e. Rs. 3,30,597 minus Rs. 3,00,000) will be transferred to Bond Fund.

You can opt for any one of the STPs as mentioned above. If you have opted for an STP, switching and premium redirection will not be allowed. However, you have the option to opt-in or opt-out of any of the STPs at any point of time during the Policy Term. You may also choose the Self-Managed Strategy by opting out of the STPs at any point of time during the Policy Term.

## ii. Self-Managed Strategy:

Under this strategy, you can decide to invest your money in your choice of fund(s) in any proportion. You can switch monies amongst these funds using the switch option. The funds available are listed below:

Fund Name	Objective of the fund	Asset Allocation	Minimum %age	Maximum %age	Risk Profile
Equity Large Cap Fund  (SFIN:ULIF00118/08/1  1EQLARGECAP147)	To provide high equity exposure targeting higher returns in the longterm.	Equity and Equity related instruments	60%	100%	High
		Debt and Money Market Instruments	0%	40%	
Equity Top 250 Fund  (SFIN:ULIF0027/07/11  EQTOP250147)	To provide equity exposure targeting higher returns (through long term capital gains).	Equity and Equity related instruments	60%	100%	High
		Debt and Money Market Instruments	0%	40%	
Equity Mid-Cap Fund  (SFIN:ULIF001107/10/16  ETLIMIDCAP147)	To provide equity exposure targeting higher returns in the long term, by largely investing in Midcap Companies	Equity	80%	100%	High
		Debt Instruments	0%	20%	
		Money Market Instruments	0%	20%	

Managed Fund (SFIN:ULIF00618 /08/1 1MANAGED147)	This fund uses the expertise of the company's fund manager to decide on the asset allocation between Equity and Debt / Money market instruments along with stock selection.	Equity and Equity related instruments	0%	40%	Medium
		Debt and Money Market Instruments	60%	100%	
Bond Fund (SFIN:ULIF00317/ 08/1 1BONDFUND147)	To provide relatively safe and less volatile investment option mainly through debt instruments and accumulation of income through investment in fixed income securities.	Equity and Equity related instruments	0%	0%	Low to medium
		Debt and Money Market Instruments	100%	100%	
Equity Blue Chip Fund (SFIN: ULIF01226/11/18 ETLBLUCHIP147)	The objective of the fund is to provide long-term capital appreciation by predominantly investing in an equity portfolio of large cap stocks	Equity	60%	100%	High
		Debt and Money Market Instruments	0%	40%	
GILT Fund (SFIN: ULIF01326 /11/18ETLGILTFN D147)	The objective of the fund is to provide accumulation of Income and capital appreciation through investments predominantly in Government Securities	Equity	0%	0%	Low to Medium
		Debt and Money Market Instruments (Government Securities)	60%	100%	
		Debt and Money Market Instruments (Other than Government Securities)	0%	40%	

## 2. Systematic Withdrawal Plan (SWP):

SWP is an automated partial withdrawal facility which has to be opted by you. Under this facility, a pre-decided percentage of fund value will be withdrawn from your fund at the end of chosen payout frequency and paid to you till the end of the Policy Term. You need to choose the following:

- Systematic Withdrawal percentage (%age of fund value) per annum,
- Payout frequency (yearly, half-yearly, quarterly or monthly), and
- Policy year from which the amount under SWP will be payable

SWP will be subject to following conditions:

- SWP will start from 10th policy year or thereafter.
- Premium paying term is of 10 years or more;
- Maximum allowed systematic withdrawal percentage is 12% per annum of Fund Value

The amount paid out to you in each instalment will be calculated as follows:

(Systematic Withdrawal percentage / No. of instalments in a Policy Year as per the SWP payout frequency chosen) x Fund Value as on date of withdrawal

For e.g. If the Systematic Withdrawal percentage is 3% and the fund value before each payout is made is Rs. 20,00,000, then the amount payable under various payout frequency will be as follows:

Frequency	No. of instalments in a year	Systematic Withdrawal amount
Yearly	1	= 3%/1 *Rs. 20,00,000 = Rs. 60,000
Half-yearly	2	= 3%/2 *Rs. 20,00,000 = Rs. 30,000
Quarterly	4	= 3%/4 *Rs. 20,00,000 = Rs. 15,000
Monthly	12	= 3%/12 *Rs. 20,00,000 = Rs. 5,000

#### Note:

- SWP option can be chosen at policy inception or anytime during the policy term.
- An existing option can also be modified during the policy term. Such request will be effective from the next policy year. The available modifications are as follows:
  - Systematic withdrawal percentage (percentage of fund value) per annum
  - Payout frequency (yearly, half-yearly, quarterly or monthly)
  - Policy year from which the Systematic Withdrawal Benefit (SWB) will be payable.
  - Opt in or Opt out of the facility
- Policyholder can opt out of SWP anytime during the policy term by giving a written notice.
- Both Systematic Withdrawal Plan and Partial Withdrawal can be availed simultaneously.
- Minimum amount that can be withdrawn under SWP is Rs. 500 per instalment.
- SWP will be paid as long as the resultant Fund Value after payment of such SWP is greater than or equal to 105% of total premiums paid (Including Top-up Premiums). In case the resultant Fund Value after payment of such SWP is lesser than 105% of total premiums paid (Including Top-up Premiums), then such instalment of SWP will not be paid.
- SWP will follow all the conditions of partial withdrawals.

### 3. Change in Premium Paying Term (PPT):

You have an option to change (increase or decrease) the PPT subject to:

- The PPTs allowed under the plan;
- All other conditions in the plan being met;
- Provided all the due premiums till the date of such request have been paid.

In case of decrease of PPT, the revised PPT shall not be less than 10 years. This option can be exercised while the policy is in-force and before the expiry of the existing PPT. This option of change in Premium Paying Term is not allowed if Little Champ Benefit is chosen.

## Benefits in detail:

**1.Additions in the Fund:** These additions help in enhancing your fund value and thereby reducing the total cost under the plan. This plan has three kind of additions in the fund as mentioned below:

**a).Guaranteed Additions:** Guaranteed Additions will be added to the Fund Value at the end of every Policy Year, starting from the end of sixth Policy Year till the Maturity Date

of the policy. Each Guaranteed Addition will be 0.25% of average of daily Fund Value of last 12 months.

Guaranteed Additions will be added even if the policy is reduced paid-up, is in revival period but not in Discontinued Fund. In case of revival of policies from Discontinuance Fund no additions will be made in respect of past policy anniversaries.

**b) Loyalty Additions:** Loyalty Additions will be added to the Fund Value at the end of every Policy Year, starting from the end of sixth Policy Year till the end of the Premium Paying Term, provided all the Premiums which have fallen due for that Policy Year have been paid. Each Loyalty Addition will be 0.15% of average of daily Fund Value of last 12 months.

No Loyalty Additions will be added for policies with 5 year PPT. Loyalty Additions will be added in the sixth policy year for one year (i.e. sixth policy year) for policies with 6 year PPT, provided all the premiums which have fallen due have been paid for that policy year.

For a Policy which is Reduced Paid-up, is in revival period or is in Discontinuance Fund, Loyalty Additions will not be added. In case of revival of policies no additions will be made in respect of past policy anniversaries.

**c) Booster Additions:** Booster Additions will be added to the Fund Value at the end of every fifth Policy Year starting from end of 10<sup>th</sup> Policy Year till the Maturity Date of the Policy. Each Booster Addition will be a percentage of average of daily Fund Value of last 60 months, as shown in the table below:

End of Policy Year	Booster addition
10 <sup>th</sup> , 15 <sup>th</sup>	2.75%
20 <sup>th</sup> and every 5 <sup>th</sup> Policy Year thereafter	3.50%

Booster Additions will be added even if the policy is in the reduced paid-up status or revival period.

The total Fund Value including all the Additions already added till previous policy year will be considered to calculate the future Additions. All Additions will be added to the Fund Value on the last day of the respective policy year. The Additions once added will form part of the Fund Value.

## **2.Maturity Benefit:**

On survival of the Life Insured, at the end of the Policy Term, and provided the Policy is In-force, Fund Value will be paid as Maturity Benefit. However, you have the option to collect the maturity proceeds in instalments. This option is called Settlement Option.

**Settlement Option:** Under this option, the amount paid out in each instalment will be the outstanding Fund Value as on that instalment date divided by the number of outstanding instalments.

Under this option, you need to choose:

- Settlement Term (option of 1, 2, 3, 4 or 5 years); and
- Frequency of payout (yearly, half-yearly, quarterly or monthly instalments)

For example, you choose the Settlement Term of 3 years to be paid out in monthly instalments which means you have opted for 36 instalments. Let's say the fund value at the beginning of Settlement Option period is Rs. 50,00,000. The first payout will be calculated as  $\text{Rs. } 50,00,000 / 36 = \text{Rs. } 1,38,889$ . Let's say at the time of 15th instalment, the fund value is Rs. 33,50,000. Here, outstanding instalments are now 22. Hence, the 15th payout will be calculated as  $\text{Rs. } 33,50,000 / 22 = \text{Rs. } 1,52,273$ .

Settlement Option can be selected/modified at least six months prior to maturity. Settlement Option will be managed in the below mentioned method:

- i. The first instalment payment will be made on the Maturity Date of the Policy.
- ii. Instalment payments will be made by redeeming Units from the Funds at the Unit Price applicable on the instalment date.
- iii. No Guaranteed Addition, Loyalty Addition or Booster Addition will be available during the period of the settlement option
- iv. The risk cover shall be maintained at 105% of the total premiums paid. Accordingly, mortality charges will be deducted.
- v. No charges except FMC, switching charges, if any, and mortality charges will be deducted during this period.
- vi. At any point of time, during the settlement term you may opt for full payment of balance Fund Value, without any charges.
- vii. The outstanding fund value will continue to remain invested in the existing funds unless specifically switched by the policyholder. During the Settlement Period the investment risk in the investment portfolio is borne by the policyholder.
- viii. In case of death of Life Insured during the Settlement Term, higher of Balance Fund Value or 105% of the total premiums paid, is payable to the nominee/ legal heir.
- ix. Semi-Annual, Quarterly and Monthly modes are available only through ECS credit.
- x. Partial withdrawals are not allowed during the Settlement Term.
- xi. Switches are allowed during the Settlement Term.

### **3. Death Benefit:**

In case of unfortunate demise of Life Insured while the Policy is In-Force, following benefit will be paid:

#### **i. For policies with entry age of the Life Insured below 1 year:**

In case of death of Life Insured during the first 12 months from the date of commencement of the policy, the Death Benefit payable is the sum of:

Higher of:

- a. Fund Value; or
- b. 105% of total Premiums received by the Company.

**AND**

Higher of:

- a. Top-up fund Value; or

b. 105% of total top-up premiums received by the Company.  
In case of death of Life Insured after the first 12 months from the date of commencement of the policy, the Death Benefit will be same as the Death Benefit payable for policies with entry age of the Life Insured of 1 year and above.

**ii. For policies where the entry age of the Life Insured is 1 year or more:**

Death Benefit payable is the sum of:

Highest of:

- a. Fund Value; or
- b. Sum Assured less relevant Partial Withdrawals #; or
- c. 105% of total premiums paid

**AND**

Highest of:

- a. Top-up Fund Value; or
- b. Top-up Sum Assured; or
- c. 105% of total Top-up Premiums paid.

**In case of unfortunate demise of Life Insured while the Policy is reduced paid-up, following Death Benefit will be paid:**

Death Benefit payable is sum of:

Highest of:

- a. Fund Value, or
- b. Paid up Sum Assured less relevant Partial Withdrawals#, or
- c. 105% of total Premiums paid.

**AND**

Highest of

- a. Top-up Fund Value, or
- b. Top-up Sum Assured, or
- c. 105% of total Top-up Premiums paid.

**‘Paid up Sum Assured’ = Sum Assured X Number of premiums paid / Number of premiums payable.**

**#‘Relevant Partial Withdrawals’ will be calculated as follows:**

Sum of Partial Withdrawals made during the two year period immediately preceding the date of death of the Life Insured. Partial Withdrawals made from the Top-up Fund shall not be deducted for this purpose.

Top-up Sum Assured shall not be reduced after partial withdrawals from the Top-up fund.

### **Additional Death Benefit in case Little Champ Benefit has been chosen:**

In case of the unfortunate demise of the Policyholder before the demise of the Life Insured, the following benefit is applicable:

- a. While the Policy is In-Force (except Fully Paid-up): An amount equal to present value of all the future modal Premiums (if any) discounted @ 4.5% p.a., shall be credited to the Fund Value.
- b. While the Policy is fully paid-up, reduced paid-up or in discontinuance state: No additional death benefit is payable.

After the addition of Additional Death Benefit to Fund Value:

- a. The Policy will continue till Maturity or death of Life Insured, whichever is earlier
- b. No future premiums will be required to be paid
- c. Policy will not move in Discontinuance state, as the policy will be treated as fully paid-up policy, wherein all future premiums are assumed to have been paid.
- d. Loyalty Additions will be payable till end of the premium paying term provided the policy was in premium paying status as on the date of death of the policyholder.
- e. Guaranteed Additions and Booster Additions will be added as and when due.
- f. Life Cover for Life Insured will continue
- g. Relevant charges like Policy Administrative Charges, Fund Management Charges and Mortality charges on Sum at Risk on the life of the Life Insured will continue to be levied as and when due

### **While Policy is in the Discontinued Policy Fund:**

In case of death of the Life Insured when Policy is in the Discontinued Policy Fund as on date of death, the Death Benefit shall be Discontinued Policy Fund Value as on the date of intimation of the claim to the Company, subject to minimum guaranteed interest rate applicable to the Discontinued Policy Fund

In case the Life Insured is a minor, the ownership of Policy will automatically vest in the Life Insured on attainment of majority.

In case of death of the Policyholder while the Life Insured is a minor, surrender, partial withdrawal and any other options available under the policy cannot be exercised during the period of minority of the Life Insured.

## **Benefits of staying invested for the long term:**

‘Edelweiss Life – Wealth Ultima’ will work even better if you stay invested for a longer duration. The table below illustrates the Reduction in Yield (RIY) for various policy durations:

End of Policy Term	RIY stipulated by IRDAI	RIY in Edelweiss Life – Wealth Ultima at assumed investment return of 4%	RIY in Edelweiss Life - Wealth Ultima at assumed investment return of 8%
10	3.00%	1.32%	1.45%
15	2.25%	0.88%	1.00%
20	2.25%	0.66%	0.78%
30	2.25%	0.49%	0.60%

The above table is assuming a 30 year old male, regular pay policy, annual premium of Rs. 1,00,000/- and assuming only a fund with Fund Management Charge of 1.35% p.a. is chosen.

### Other facilities available:

- 1. Unlimited free switches between funds:** If you have chosen Self-Managed Strategy, you can move money between the funds depending on your financial priorities and investment outlook. This facility is called switching and is available free of cost. Minimum amount per switch is Rs. 5,000. In case your current Investment Option is any of the STPs, switching facility is not available.
- 2. Premium Redirection:** If you have chosen Self-Managed Strategy, you can choose to allocate future premiums including Top-up Premiums in fund(s) different from that/those selected at policy inception or previous premium redirection request. This facility is called premium redirection and is available free of cost. The premium redirection notice should be given to the Company in writing at least two weeks' prior to the receipt of relevant premium.
- 3. Partial Withdrawals:** You may withdraw a part of your fund value as per your liquidity requirements at any time after the completion of the fifth Policy Anniversary Year, subject to following conditions:
  - a. Provided the Life Insured has attained an age of 18 years.
  - b. Partial Withdrawals will be first adjusted from the Top-Up Fund Value (which excludes the Top-Up Premium locked in for 5 years), if available and then from the Policy Fund Value. There is a lock-in period of five years for each top up premium from the date of payment of that top up premium for the purpose of partial withdrawals.
  - c. Minimum amount that can be withdrawn is Rs. 500 per withdrawal.
  - d. You can make unlimited number of partial withdrawals as long as the resultant Fund Value after payment of such partial withdrawal is greater than or equal to 105% of total premiums paid (Including Top-up Premiums).
  - e. The partial withdrawals will not be allowed which would result in termination of a contract.
  - f. The partial withdrawals are free of cost.

**4. Top-up premiums:** You can invest your surplus money as Top-up Premium over and above the Premium subject to following conditions :

1. Top-up premiums are allowed at any time during the policy term, except in the five years prior to the maturity date and only if all the due premiums have been paid at the time of making the top-up premiums.
2. Each Top-up premium will be invested in separate Top-up account with a 60 months' lock-in period from the payment date.
3. At any point of time during the Policy Term, the total top-up premiums paid shall not exceed the sum total of the base premiums paid to date.
4. The maximum Sum Assured on Top-up Premium shall be based on the age at payment of Top-up premium but not on the age at entry of the Life Insured.

### **Non forfeiture Provisions**

#### **Surrender Benefit:**

At any time during the Policy Term, you can choose to surrender the Policy

- If the surrender request is received before the completion of first 5 policy years, the fund value net of discontinuance charge shall be credited to the discontinued policy fund. Thereafter the treatment will be as mentioned under 'Discontinuance of Premium' and 'Policy Revival' section. If the policy is not revived the Discontinued Policy fund value shall be payable at the end of 5<sup>th</sup> Policy year.
- If the surrender request is received after the completion of first 5 policy years, the policyholder shall be entitled to the fund value as on date of surrender and policy will terminate.

### **Discontinuance of Premium**

Discontinuance of Policy during Lock-in Period (during first five policy years):

Upon expiry of the Grace Period, in case of Discontinuance of Policy due to non-payment of premium, the Fund Value after deducting the applicable Discontinuance Charges, shall be credited to the Discontinued Policy Fund and the risk cover and rider cover, if any, shall cease.

All such discontinued policies shall be provided a Revival Period . On such discontinuance, the Company shall communicate the status of the policy, within three months of the first unpaid premium to You and provide the option to revive the Policy within the Revival Period.

- i. In case You opt to revive but do not revive the Policy during the Revival Period, the proceeds of the Discontinued Policy Fund shall be paid to You at the end of the Revival Period or Lock-in Period whichever is later. In respect of Revival Period ending after lock-in Period, the Policy will remain in Discontinuance Fund till the end of the Revival Period. The Fund Management Charges of Discontinued Fund will be applicable during this period and no other charges will be applied.
- ii. In case You do not exercise the option as set out above, the Policy shall continue without any risk cover and rider cover, if any, and the Policy Fund shall remain invested in the Discontinued Policy Fund. At the end of the Lock-in Period, the proceeds of the Discontinued Policy Fund shall be paid to You and the Policy shall terminate.
- iii. However, You have an option to surrender the Policy anytime and proceeds of the Discontinued Policy Fund shall be payable at the end of the Lock-in Period or date of surrender whichever is later.

*“proceeds of the Discontinued Policy Fund” means the Fund Value as on the date the Policy was discontinued, after addition of interest computed at the interest rate stipulated in Regulation 13 of IRDAI (Unit Linked Insurance Products) Regulations, 2019.*

### **Treatment of policy while in Discontinued Policy Fund**

Fund Value (net of relevant Discontinuance Charges) of the Policy discontinued is credited to the Discontinued Policy Fund. The proceeds of the Discontinued Policy Fund along with the returns generated on the same shall be available only upon completion of the Lock in Period or Revival Period, as applicable. The minimum guaranteed interest rate applicable to the Discontinued Policy Fund shall be declared by the Authority from time to time. The current minimum guaranteed interest rate applicable to the Discontinued Policy Fund is 4 per cent per annum.

The excess income earned in the Discontinued Policy Fund, over and above the minimum guaranteed interest rate will also be apportioned to the Discontinued Policy Fund in arriving at the proceeds of the Discontinued Policy Fund and will not be made available to the shareholders. The Fund Management Charge on the Discontinued Policy Fund shall be declared by the Authority from time to time. Currently, the Fund Management Charge shall not exceed 50 basis points per annum.

### **Discontinuance of Policy after the lock-in period (after first five policy years):**

Upon expiry of the Grace Period, in case of Discontinuance of Policy due to non-payment of premium after the Lock-in Period, the Policy shall be converted into a Reduced Paid Up status with the paid-up sum assured i.e. original sum assured multiplied by the total number of premiums paid to the original number of premiums payable as per the terms and conditions of the Policy. The Policy shall continue to be in Reduced Paid-Up status without rider cover, if any. All charges as per terms and conditions of the Policy may be deducted during the Revival Period. However, the Mortality Charges shall be deducted based on the reduced paid up sum assured only.

On such discontinuance, the Company shall communicate the status of the Policy, within three months of the first unpaid premium to You and provide the following options:

- 1) To revive the Policy within the Revival Period, or
- 2) Complete withdrawal of the Policy.

- i. In case You opt for (1) above but do not revive the Policy during the Revival Period, the Fund Value shall be paid to You at the end of the Revival Period.
- ii. In case You do not exercise any option as set out above, the Policy shall continue to be in Reduced Paid Up status. At the end of the Revival Period the proceeds of the Discontinued Policy Fund shall be paid to the Policyholder and the Policy shall terminate.
- iii. However, You have an option to surrender the Policy anytime and proceeds of the Discontinued Policy Fund shall be payable.

In case You opt for complete withdrawal, then on the date of receipt of intimation, the Policy will be surrendered and Fund Value will be payable.

**Policy Revival:** The Policyholder can revive the Policy within three years from the date of first unpaid premium.

To exercise the Revival Option, the Policyholder is required to provide the Company with a written application along with payment of all due and unpaid Premiums. The proof of continued insurability and medical examination, if required (medical examination cost to be borne by the Policyholder) and the results thereof would be reviewed by the Company as per the then Board approved underwriting norms.

**Revival of policies on Discontinuance of Premiums (during the Lock in Period):**

Where You revive the Policy, the Policy will be revived restoring the risk cover, along with the investments made in the segregated funds as chosen by You, out of the Discontinued Policy Fund, less the applicable charges as mentioned below in accordance to the terms and conditions of the Policy.

The Company at the time of revival:

- i. Shall collect all due and unpaid premiums will be collected without any interest or fee.
- ii. May levy Policy Administration Charge and Premium Allocation Charge as applicable during the Discontinuance period. Guarantee charges, if applicable during the discontinuance period, may be deducted provided the guarantee continues to be applicable. No other charges will be levied.
- iii. Shall add back to the Fund, the Discontinuance Charges deducted at the time of Discontinuance of the Policy.

**Revival of a Discontinued Policy after the Lock-in Period:**

Where You revive the Policy, the Policy shall be revived restoring the original risk cover in accordance with the terms and conditions of the Policy.

**a. The Company, at the time of Revival:**

- i. Shall collect all due and unpaid premiums under the Policy without charging any interest or fee. The rider, if any, may also be revived at the option of the Policyholder.
- ii. May levy Premium Allocation Charge as applicable. The guarantee charges may be deducted, if guarantee continues to be applicable.
- iii. No other charges shall be levied.

In case of revival of policies from Discontinuance Fund, no Additions (Guaranteed Additions and Loyalty Additions) will be made in respect of past Policy Anniversaries.

Loyalty Additions are not added for Reduced Paid-Up Policy and for the Policies which are in the Revival Period. In case of revival of the Policy, no such Loyalty Additions will be made in respect of past Policy Anniversaries.

## Charges

**Premium Allocation Charge:** Premium Allocation Charge as a percentage of Premium is given below:

Policy Year	Premium Allocation Charges
1	6.0%
2 - 5	4.0%
6 and onwards	0.0%

**Top-Up Allocation Charge:** 1.5% of the Top-Up Premium

The Premium Allocation Charges are guaranteed during the policy term.

**Policy Administration Charges:** Policy Administrative Charges are a percentage of Annualised Premium and will be recovered by way of cancellation of units at the prevailing unit price on the first business day of each policy month.

Policy Year	Policy Administrative Charges
1 – 5	1.65% per annum
6 and onwards	Nil

Policy Administration Charges shall not exceed Rs.6,000 per annum. Any revision in Policy Administration Charge will be subject to prior approval from the Authority.

**Fund Management Charges (FMC):** FMC are levied as a percentage of the asset value of the relevant Fund and will be reflected in the NAV of the respective Fund. FMC are calculated and recovered on a daily basis before the calculation of the NAV of each corresponding Fund.

The annual Fund Management Charges for the funds are as follows:

Fund	FMC per annum
Equity Large Cap Fund	1.35%
Equity Top 250 Fund	1.35%
Bond Fund	1.25%
Managed Fund	1.35%
Equity Mid Cap Fund	1.35%
Equity Blue Chip Fund	1.35%
Gilt Fund	1.25%
Discontinued Policy Fund	0.50%

The Company may change the Fund Management Charges from time to time subject to prior approval from the Authority. As per prevailing IRDAI Regulations, the Fund Management Charges will not exceed 1.35% p.a.

### Surrender/Discontinuance Charges

Where the policy is discontinued during the policy year	Discontinuance Charges for the policies having Annualised Premium from Rs. 25,001 to Rs.50,000/-	Discontinuance Charges for the policies having Annualised Premium above Rs. 50,000/-
1	Lower of 6 % of (AP or FV) subject to maximum of Rs 3000	Lower of 6 % of (AP or FV) subject to maximum of Rs 6000
2	Lower of 4 % of (AP or FV) subject to maximum of Rs 2000	Lower of 4 % of (AP or FV) subject to maximum of Rs 5000
3	Lower of 3 % of (AP or FV) subject to maximum of Rs 1500	Lower of 3 % of (AP or FV) subject to maximum of Rs 4000
4	Lower of 2 % of (AP or FV) subject to maximum of Rs 1000	Lower of 2 % of (AP or FV) subject to maximum of Rs 2000
5 and onwards	NIL	NIL

AP = Annualised Premium

FV = Fund Value on the date of discontinuance

\* The date of discontinuance shall be the date on which the grace period expires or the date of surrender whichever is earlier.

No Discontinuance Charges shall be imposed on top-up premiums.

Switching charges: Nil

Premium Redirection charges: Nil

Partial Withdrawal Charges: Nil

**Mortality Charges:** Mortality Charges are recovered on a monthly basis by the way of cancellation of units.

Monthly Mortality Charges = Sum at Risk for benefit on death of the Life Insured \* (Annual Mortality Charge rate of Life Insured / 12) + Sum at Risk for benefit on death of the Policyholder (if any) \* (Annual Mortality Charge rate of Policyholder / 12)

Where, Annual Mortality Charge rate of Life Insured/Policyholder depends on age last birthday and gender of Life Insured/Policyholder as on date of calculation.

Sum at Risk (SAR) for benefit on death of the Life Insured is the sum of:

{Highest of:

- Sum Assured\* minus relevant partial withdrawals#; or
- 105% of total premiums paid; or
- Fund Value as on that date  
Minus the Fund Value as on that date.}

AND

{Highest of:

- Top-up Sum Assured\*; or
- 105% of total Top-up premiums paid; or
- Top-up Fund Value as on that date  
Minus the Top-up Fund Value as on that date}

\* Sum Assured is not applicable in first policy year for Life Insured with entry age below 1 year

#“Relevant Partial Withdrawals” will be calculated as follows:

Sum of Partial Withdrawals made during the two year period immediately preceding the date of death of the Life Insured.

Partial Withdrawals made from the Top-up Fund shall not be deducted for this purpose.

While the Policy is Reduced Paid-up, for the calculation of Sum at Risk (SAR) for benefit on death of the Life Insured on a given date for calculation of mortality charges, the Paid-Up Sum Assured will be applicable in place of Sum Assured.

Sum at Risk (SAR) for benefit on death of the Policyholder (Under Little Champ Benefit):

Present value of all the future modal premiums, if any (discounted @ 4.5% p.a.)

While the Policy is Fully Paid-up, Reduced Paid-up or in Discontinuance as no additional death benefit is payable on death of the Policyholder, SAR is equal to zero.

The Mortality Charge Rates are guaranteed.

During Settlement option, the Sum at Risk will be maximum of (0, 105% of total premiums paid minus Fund Value as on the date of calculation of mortality charges).

### **Statutory Information**

In case of death of the Life Insured due to suicide within 12 months from the Policy Commencement Date or from the date of Revival of the Policy, as applicable, the Nominee or the beneficiary of the Policyholder shall be entitled to the Fund Value, as available on the date of intimation of death.

Further any charges other than Fund Management Charges (FMC) and guarantee charges recovered subsequent to the date of death shall be added back to the Fund Value as available on the date of intimation of death

### **Policy Loan:**

No policy loan facility is available under this plan.

### **Free look Period:**

The policyholder has a period of 15 days\* from the date of the receipt of the policy document to review the terms and conditions of the policy and where the policyholder disagrees to any of the terms and conditions, the policyholder has an option to return the policy stating the reasons for objection, in which case policyholder shall be entitled to a refund of the amount as follows:

Fund Value at the date of cancellation

**plus** (non allocated premium plus charges levied by cancellation of units)

**minus** (Stamp Duty + medical expenses, if any + proportionate risk premium for the period on cover)

\*Policies sold through Distance Marketing will have a free look period for 30 days (where Distance Marketing means sale of insurance products through any means of communication than in person).

### **Grace Period:**

Grace Period of 30 days is available for Annual, Semi-Annual and Quarterly premium payment modes and 15 days for Monthly premium payment mode.

The policy will remain in force during the Grace Period. If any premium remains unpaid at the end of the Grace Period, the non-forfeiture provisions mentioned in the 'Non-Forfeiture' section above will apply.

## **Nomination/Assignment requirements**

### **Nomination:**

Nomination is allowed as per Section 39 of the Insurance Laws (Amendment) Act, 2015, as amended from time to time.

### **Assignment:**

Assignment is allowed as per Section 38 of the Insurance Laws (Amendment) Act, 2015, as amended from time to time.

### **Vesting of Ownership:**

In case the Life Insured is a minor, the ownership of Policy will automatically vest on the Life Insured on attainment of majority.

In case of death of the Policyholder while the Life Insured is a minor, surrender, partial withdrawal and any other such options available under the policy cannot be exercised during the period of minority of the Life Insured.

### **Foreclosure:**

At any time after five (5) policy years, if the fund value becomes Nil, then the policy shall be foreclosed.

### **Prohibition of Rebate:**

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

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 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 one such rebate as may be allowed in accordance with the published prospectus or tables of the Insurer. 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.

### **Non-Disclosure Clause:**

(Section 45 of the Insurance Act, 1938 as amended from time to time)

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

### **Applicable Taxes :**

Allowed charges under this policy will be escalated by the applicable taxes, if any, as per the prevailing tax laws.

The Policyholder will be liable to pay all applicable taxes as levied by the Government from time to time.

## About us:

Edelweiss Life Insurance established nationwide operations in July 2011 with an immovable focus on protecting people's dreams and aspirations. Guided by customer insights, Edelweiss Life has been offering need-based and innovative life insurance solutions to help customers live their #ZindagiUnlimited. With a customer-centric approach, the company endeavours to build a multi-channel distribution network to effectively serve its customers across the country. As of March 2023, the life insurer has established 109 branches in 88 major cities.

## Purpose:

We will take the responsibility of protecting people's dreams and aspirations



**Edelweiss Life Insurance Company Limited**  
**(formerly known as 'Edelweiss Tokio Life Insurance Company Limited')**

CIN: U66010MH2009PLC197336

Registered and Corporate Office - 6<sup>th</sup> Floor, Tower 3, Wing 'B',  
Kohinoor City, Kirol Road, Kurla (W), Mumbai - 400070

Toll Free: 1800 2121212 | [www.edelweissslife.in](http://www.edelweissslife.in)

Disclaimer: Unit Linked Life Insurance products are different from the traditional insurance products and are subject to the risk factors. Edelweiss Life Insurance is only the name of the Insurance Company and Edelweiss Life – Wealth Ultima is only the name of A Unit Linked, Non-Participating, Individual, Life Insurance Product and does not in any way indicate the quality of the contract, its future prospects, or returns. The various funds offered under this contract are the names of the funds and do not in any way indicate the quality of these plans, their future prospects and returns. Please know the associated risks and the applicable charges from your Personal Financial Advisor or the Intermediary or policy document of the Insurer. The premium paid in unit linked life insurance policies are subject to investment risk associated with capital markets and the unit price of the units may go up or down based on the performance of investment fund and factors influencing the capital market and the policyholder is responsible for his/her decisions. Tax benefits are subject to changes in the tax laws.

Flower & Edelweiss (as displayed above) are trademarks of Edelweiss Financial Services Limited used by Edelweiss Life Insurance Company Limited under license.

IRDAI Reg. No.: 147

UIN:147L037V03

Advt. No.: BR/3476/Oct/2023

**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