



JEEVAN UMANG [745]

What is LIC's Jeevan Umang Plan?







- A Par (participating), Non-Linked, Individual, Limited Premium, Whole Life Insurance plan that combines long-term income with protection.

Key Focus:

- Survival Benefits (8% of Basic Sum Assured) start after the Premium Paying Term (PPT) each year until age 99 (or earlier death).
- Lump Sum Maturity at age 100 (Basic Sum Assured + vested Simple Reversionary Bonuses + Final Additional Bonus, if declared).
- Whole Life Coverage: Provides protection throughout the policy term (to age 100).

What is LIC's Jeevan Umang Plan?

Quick Facts:

-  • **Minimum Entry Age:** 30 days (completed).
-  • **Maximum Entry Age** (nearer birthday): 55 yrs (for PPT 15), 50 yrs (for PPT 20), 45 yrs (for PPT 25), 40 yrs (for PPT 30).
-  • **Policy Term:** (100 – Age at entry) years.
-  • **Minimum Sum Assured:** ₹2,00,000 (in specified multiples).
-  • **Maximum Sum Assured:** No upper limit (subject to underwriting).
-  • **Premium Payment Modes:** Annual, Half-yearly, Quarterly, Monthly (via NACH/Salary deduction).

Why Choose LIC's Jeevan Umang Plan?

- ➡ **1. Limited Premium Payment, Whole Life Coverage**
 - Pay premiums for 15, 20, 25, or 30 years, yet stay covered till age 100.
- ➡ **2. Annual Survival Benefits**
 - After PPT ends, 8% of Basic Sum Assured is paid every year until the policy anniversary prior to age 100.
- ➡ **3. Lump Sum at Age 100**
 - Policy matures at 100: Basic Sum Assured plus Simple Reversionary Bonuses plus a Final Additional Bonus (if any).

How it Fits in as an Investment Portfolio

- ➡ • **Steady Income Stream:** Beginning from the end of PPT, you receive an annual payout (8% of BSA) until age 99-a reliable supplement to other income streams.
- ➡ • **Whole Life Cover:** Protection continues throughout your lifetime (policy term is up to 100 years of age).
- ➡ • **Long-Term Growth Potential:** As a participating plan, it accumulates Simple Reversionary Bonuses over many years, potentially enhanced by Final Additional Bonus.
- ➡ • **Legacy Component:** The final maturity sum at age 100 can serve as a bequest or inheritance

Who Is This Plan Ideal For?

- ➡ **1. Individuals Seeking Lifetime Coverage:** Ideal if you want both an income stream after PPT and lifelong insurance protection. (Parents and Guardians, Retirees: Young Professionals: HNIs: Self-Employed Individuals, etc)
- ➡ **2. Entry Ages 30 Days to 55 Years:** Specifically tailored for those who can start early to enjoy long-term coverage and bonuses.
- ➡ **3. Families & Legacy Planners:** Survival benefits plus a lump sum at age 100 can be a reliable tool for creating a legacy or estate.

Eligibility and Policy Term

👉 Who Can Apply?

- **Minimum Entry Age:** 30 days (completed).
- **Maximum Entry Age (nearer birthday):**
 - 55 years for PPT 15 ○ 50 years for PPT 20
 - 45 years for PPT 25 ○ 40 years for PPT 30
- **Maximum Maturity Age:** 100 years (policy ends at age 100).
- **Sum Assured:**
 - Minimum: ₹2,00,000
 - No upper limit (in specified multiples).
- **Premium Payment Modes & Rebates:**
 - Annual (2% rebate), Half-yearly (1% rebate), Quarterly/Monthly (no rebate).
- **Policy Term:** (100 – age at entry) years.

Maturity Benefits

➡ 1. Survival Benefit

- Starting from the end of the Premium Paying Term, 8% of Basic Sum Assured is paid each year until the policy anniversary prior to age 100 (or earlier death).

➡ 2. Maturity Benefit (at policy's 100th-year anniversary):

- Basic Sum Assured + accrued Simple Reversionary Bonuses + Final Additional Bonus (if declared).

➡ 3. Potential Bonus Accumulation

- Simple Reversionary Bonuses declared during (and, in certain cases, after) the PPT, plus a possible Final Additional Bonus.

➡ 4. Settlement Option

- Option to receive maturity proceeds in installments over 5, 10, or 15 years if desired (full or partial).

Death Benefits

- ➡ **1. Before Commencement of Risk** (if child's age < 8 yrs, within waiting period):
 - Return of premiums paid (excluding taxes, extra premium, rider premiums).
- ➡ **2. After Commencement of Risk**
 - **Sum Assured on Death** = Higher of ($7 \times$ Annualized Premium) or (Basic Sum Assured), plus vested bonuses and Final Additional Bonus (if any).
 - Min. Death Benefit is at least 105% of total premiums paid.
- ➡ **3. Accidental Death & Disability / Accident Benefit Rider** (if chosen)
 - Additional sum assured in case of accidental death, and disability benefits as per rider terms.
- ➡ **4. Option to Take Death Benefit in Installments** Over 5, 10, or 15 years, enabling a steady payout stream to beneficiaries

Flexible Premium Payment Options

- ➡ • **Modes:** Annual, Half-yearly, Quarterly, Monthly (Salary/NACH).
- ➡ • **Rebates:** 2% (Yearly), 1% (Half-yearly).
- ➡ • **Grace Period:** 30 days (Annual/Half-yearly/Quarterly), 15 days (Monthly).
- ➡ • **Policy Revival:** Within 5 years from first unpaid premium (with interest + underwriting requirements).
- ➡ • **Back-Dating:** Allowed (not before 01/10/2024), subject to conditions and interest.
- ➡ • **Tax Benefits:** Possible under Sections 80C and 10(10D), as per prevailing tax laws.

Surrender & Loan Provisions

👉 1. Surrender

- Possible after 1 full year's premium. The policy acquires a Guaranteed Surrender Value on payment of at least two full years' premiums, but a Special Surrender Value may apply even after 1 year if 1 year's premium is paid.
- Surrender Value = higher of Guaranteed Surrender Value or Special Surrender Value.

Surrender & Loan Provisions

👉 1. Loan

- Available after 1 year, subject to a percentage (50–75%) of surrender value, with interest rates declared by LIC.
Failure to repay interest might result in policy foreclosure

Jeevan Umang as an Investment Tool

- ➡ **Annual Payout Stream:** 8% of Basic Sum Assured every year post-PPT can supplement retirement or other long-term needs.
- ➡ **Continuous Bonus Accumulation:** Potential for building a sizable corpus over time.
- ➡ **Lifetime Protection:** Offers financial security to the family if death occurs during the term, plus a lump sum if you reach age 100.
- ➡ **Rider Augmentation:** Strengthen coverage with riders like Accidental Death and Disability, New Term Assurance, etc.

Jeevan Umang for All Occasions

- ➡ **1. Retirement Planning**
 - Survival benefits can act like a regular pension once PPT is over.
- ➡ **2. Child's Future**
 - Start early, so at crucial milestones-such as higher education or marriage-you have regular yearly payouts.
- ➡ **3. Legacy or Estate Creation**
 - If you live to age 100, the final corpus can be passed on as a substantial inheritance.

Key Takeaways

- ➡ • **Whole Life Coverage:** Coverage continues until age 100, with a single maturity payout at the end.
- ➡ • **Regular Survival Benefits:** 8% of Basic Sum Assured every year after PPT-helpful for meeting recurring needs.
- ➡ • **Participating Bonuses:** Potential for enhanced returns through Simple Reversionary and Final Additional Bonuses.
- ➡ • **Suitable for Various Ages:** Entry possible for children (30 days) up to adults (55 years, depending on PPT).

FAQ Section

1. What if I miss premiums mid-way?

- Policy may lapse; however, it can be revived within 5 years, subject to underwriting and interest on unpaid premiums.

2. Are the bonuses guaranteed?

- No. Bonuses depend on LIC's overall surplus and declaration policy, though historically LIC has declared consistent bonuses.

3. Does coverage stop at PPT completion?

- No. Protection continues until policy maturity (age 100), with survival benefits each year post-PPT.

FAQ Section

👉 4. Any tax benefits?

- Premiums typically under Sec. 80C, maturity/death proceeds under Sec. 10(10D), subject to prevailing tax laws.

SURVIVAL BENEFITS



from the end
of the premium paying
term till maturity
and a lump sum
payable at the
time of maturity
or
on death of
the policyholder
during the
term of the policy

GUARANTEED
80%
OF
BASIC
SUM
ASSURED

* EACH YEAR AFTER THE FINAL PREMIUM TILL AGE 99 AND LUMP SUM MATURITY BENEFIT ON SURVIVAL TO AGE





* Training Material

* Illustration

Mr. Yash aged 35 years
Sum Assured ₹ 25 Lacs
Term 15 Yrs

Premium
First Year ₹ 2,09,686
Sub. Year ₹ 2,05,171

**MATURITY
BENEFIT**
[= SA
+ Bonus
+ FAB]

* based on assumptions of past experience

₹ **25,00,000**

SUM
ASSURED

+ ₹ **1,81,37,500***

BONUS+
FAB

= ₹ **2,06,37,500 ***

TOTAL

TOTAL BENEFIT

1,81,37,500

90,00,000

2,71,37,500

* Based on assumptions of 8%

Eg :
If death occurs
due to accident
at age 50
(SA + AB* + Bonus)
₹ 25,00,000
₹ 25,00,000
+ ₹ 12,00,000
= ₹ **62,00,000***

* upto age 70 only

Eg :
If death occurs
at age 65
(SA + Bonus+FAB)
₹ 25,00,000
+ ₹ 41,25,000*
= ₹ **66,25,000***

Eg :
If death occurs
at age 80
(SA + Bonus+FAB)
₹ 25,00,000
+ ₹ 1,36,75,000*
= ₹ **1,61,75,000***

Eg :
If death occurs
at age 70
(SA + Bonus+FAB)
₹ 25,00,000
+ ₹ 63,50,000*
= ₹ **88,50,000***

Eg :
If death occurs
at age 90
(SA + Bonus+FAB)
₹ 25,00,000
+ ₹ 1,48,75,000*
= ₹ **1,73,75,000***

Guaranteed Survival
Benefits from the age
of 55 to 100
2 Lacs x 45 years
(upto age 100)
= ₹ **90 lacs**

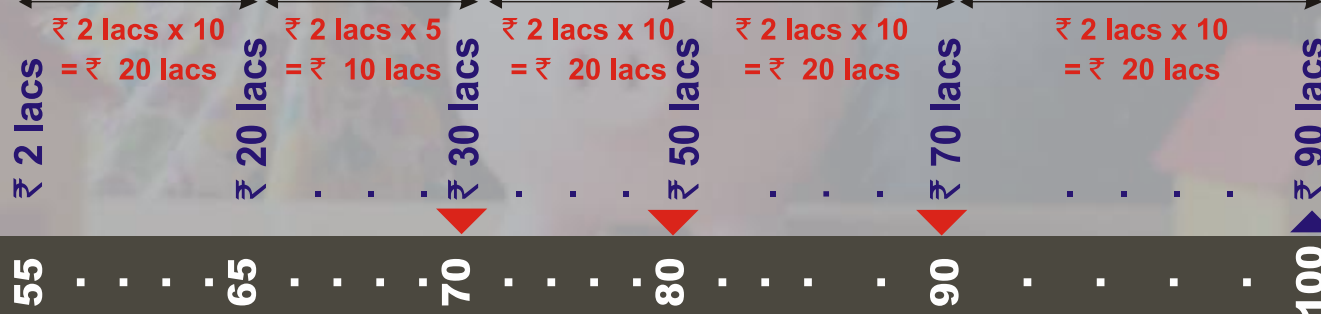
As per IRDA norms
4% & 8% illustrations available with LIC

JEEVAN OMANG



**Assured
Yearly
Survival
Benefits**

8%



**Total
Premium
paid
in 15 yrs**

₹ 30,82,080

Disclaimer : The examples quoted above are just for illustration purpose based on the benefit illustration @ 8%