

## Bonus declaration for Participating Policies - FY 2023-24

### Reversionary Bonus:

The reversionary bonus rates for the financial year 2023-24 for the participating products are tabulated below:

**Table: A**

Product	Simple Reversionary Bonus as % of Basic Sum Assured
SUD Life Jeevan Safar Plan	3.50%
SUD Life's Instant Endowment Plan	2.50%
SUD Life Jeevan Safar Plus	4.25%
SUD Life Suraksha Kavach Insurance Plan	3.00%
SUD Life Aayushmaan	2.75%
SUD Life Samriddhi	3.50%

SUD Life Akshay is a limited payment deferred participating product which was launched in February 2020. The bonus under this product shall start getting declared and attached from the end of 6th policy year onwards as per the product feature and hence no bonus is declared for this product.

SUD Life Fortune Royale is a limited payment deferred participating product which was launched in October 2022. The cash / reversionary bonus under this product shall start getting declared and attached from one year after the end of the premium paying term as per the product feature and hence no bonus is declared for this product.

The above bonuses are applicable to the in-force policies as on 31<sup>st</sup> March, 2024. For policies that are in lapsed/reduced paid-up status as on 31<sup>st</sup> March, 2024 and getting revived in future, the bonuses for the year 2023-24 will be added at the time of revival at the above mentioned rates.

For system point of view, these bonuses will be attached on policy anniversary falling in the year 2024-25. In case of a death before policy anniversary, outstanding premiums for the policy year of death, if any, will be recovered from the death claim and full year bonus will be paid as reversionary bonus. In case of surrender of the policy before policy anniversary, bonus for the policy year of surrender will be calculated in the proportion of the total number of premiums paid and total number of premiums payable for the respective policy year of surrender.

The above rates will also be applicable for **interim bonus**, if any, for policies exiting due to death or surrender during intra-valuation period (i.e. policy anniversary date to 31<sup>st</sup> March 2025).

### Terminal Bonus

For the products mentioned in below table, the terminal bonus will be paid for FY 2024-25 at the end of maturity term (premium paying term (PPT) for SUD Life Jeevan Safar Plan and SUD Life Aayushmaan and policy term (PT) for other products) or at earlier death. However, it will be applicable for the in-force policies where at least first full five years' premium have been received and it will not be applicable for reduced paid-up policies. The terminal bonus rate along with the formula of terminal bonus is shown below:

Terminal Bonus = Terminal Bonus Rate \* Basic Sum Assured \* Number of Policy Years (Including Policy year of Death in case of Death)

**Table: B**

Product	Terminal Bonus Rate
SUD Life Jeevan Safar Plan	0.50%
SUD Life's Instant Endowment Plan	1.00%
SUD Life Jeevan Safar Plus	1.50%
SUD Life Suraksha Kavach Insurance Plan	2.00%
SUD Life Aayushmaan	1.00%
SUD Life Samriddhi	1.00%

No terminal bonus will be paid for FY 2024-25 under the product SUD Life Akshay.

For the product SUD Life Fortune Royale, the terminal bonus will be paid in FY 2024-25 for 3rd policy year for in-force policies exiting through death or surrender. However, it will be applicable provided full three years' premium has been received and it will not be applicable for reduced paid-up policies. The terminal bonus is derived as a percentage of guaranteed maturity benefit and the terminal bonus rate is 2.35% for 3rd policy year. The terminal bonus on surrender will be paid in the proportion of total number of premiums paid to total number of premiums payable.

**Example:**

SUD Life Jeevan Safar Plan:

Sum Assured = Rs. 100,000/-  
 Premium Paying Term (PPT) = 16 years  
 Terminal Bonus payable at the end of PPT =  $0.50\% * 16 * 100,000$   
 = 8,000/-

SUD Life's Instant Endowment Plan:

Sum Assured = Rs. 100,000/-  
 Policy Term (PT) = 15 years  
 Terminal Bonus payable at the end of PT =  $1.00\% * 15 * 100,000$   
 = 15,000/-

SUD Life Jeevan Safar Plus:

Sum Assured = Rs. 300,000/-  
 Policy Term (PT) = 13 years  
 Terminal Bonus payable in case of Death in 12<sup>th</sup> Policy Year =  $1.50\% * 12 * 300,000$   
 = 54,000

SUD Life Suraksha Kavach Insurance Plan:

Sum Assured = Rs. 100,000/-  
 Policy Term (PT) = 12 years  
 Terminal Bonus payable at the end of PT =  $2.00\% * 12 * 100,000$   
 = 24,000/-

SUD Life Aayushmaan:

Sum Assured = Rs. 200,000/-  
 Premium Paying Term (PPT) = 15 years  
 Terminal Bonus payable in case of Death in 6<sup>th</sup> Policy Year =  $1.00\% * 6 * 200,000$   
 = 12,000/-

SUD Life Samriddhi:

Sum Assured = Rs. 300,000/-  
 Policy Term (PT) = 15 years  
 Terminal Bonus payable in case of Death in 6<sup>th</sup> Policy Year =  $1.00\% * 6 * 300,000$   
 = 18,000/-

**SUD Life Fortune Royale:**

Guaranteed Maturity Benefit = Rs. 1,046,000/-  
 Premium Paying Term (PPT) = 5 years  
 Terminal Bonus payable in case of Death in 3<sup>rd</sup> Policy Year =  $2.35\% * 1,046,000$   
 = 24,581/-

**SUD Life Fortune Royale:**

Guaranteed Maturity Benefit = Rs. 1,046,000/-  
 Premium Paying Term (PPT) = 5 years  
 Number of Full Years' Premium Received = 3 years  
 Terminal Bonus payable in case of Surrender in 3<sup>rd</sup> Policy Year =  $2.35\% * (3 / 5) * 1,046,000$   
 = 14,748.60/-

**Additional Terminal Bonus:**

Additional Terminal Bonus (as a % of Basic Sum Assured) to the Policyholders enrolled during the **FY 2008-09 and FY 2009-10** as under:

**Table: C**

Commencement Year	SUD Life Jeevan Safar Plan	SUD Life's Instant Endowment Plan
FY 2008-09	6%	-
FY 2009-10	3%	2%

The additional terminal bonus will be paid for FY 2024-25 at the end of maturity term or at earlier death. However, it will be applicable for the In-force policies where at least full five years' premium have been received and it will not be applicable for reduced paid-up policies.

**Example:**

**SUD Life Jeevan Safar Plan:**

Sum Assured = Rs. 100,000/-  
 Premium Paying Term (PPT) = 16 years  
 Commencement Year = FY 2008-09  
 Additional Terminal Bonus payable at the end of PPT =  $6\% * 100,000$   
 = 6,000/-

**SUD Life's Instant Endowment Plan:**

Sum Assured = Rs. 100,000/-  
 Policy Term (PT) = 15 years  
 Commencement Year = 2009-10  
 Additional Terminal Bonus payable at the end of PT =  $2\% * 100,000$   
 = 2,000/-