

MAX NEW YORK LIFE INSURANCE COMPANY LIMITED

Registered Office: Max House, No. 1, Dr. Jha Marg, Okhla, New Delhi -110 020

Guaranteed Insurability Option (GIO) Rider

1. THE CONTRACT.

1.1 This Rider Contract (the "**Rider**") forms part of and supplements the Base Policy referred to in the Schedule/ Endorsement (the "**Base Policy**"). The Proposal and other particulars (if any) together with the premium deposit, received from the Proposer, form the basis of this Rider. In addition to the terms and conditions of this Rider, this Rider is also subject to the terms and conditions of the Base Policy. In the event of any inconsistency between the terms and conditions of the Base Policy and this Rider, the provisions of the Rider shall prevail with respect to the matters dealt with in this Rider.

1.2 The Company agrees to provide the benefits under this Rider while this Rider is in force.

2. BENEFITS.

This Rider provides options (the "**Options**") to the Policy Holder to purchase additional whole life insurance without providing further evidence of insurability on the life of the Life Insured, on the Option Dates and Special Option Dates.

3. PERIOD OF COVERAGE.

3.1 The Term.

The Rider will remain effective from the Effective Date and shall remain valid till the Expiry Date.

3.2 Expiry Date.

This Rider shall automatically terminate ("Expiry Date") on the happening of any of the following events.

- (i) Upon the Life Insured attaining the age of 41 years. Age for this purpose refers to the last birthday of the Life Insured. Provided however, if a Special Event occurs up to 30 days before the Life Insured attaining the age of 45 years, the Policy Holder shall have a right to exercise the Option within a period of 30 days after the occurrence of such Special Event.

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- (ii) If the Base Policy goes into Non Forfeiture (as defined in the Base Policy), or has expired or lapsed or has become paid up, surrendered or cancelled or terminated in any manner.
- (iii) Upon receipt by the Company of Policy Holder's written request for cancellation of the Rider.

4. DEFINITIONS.

4.1 **"Option Dates"** shall mean every third policy anniversary of the Base Policy

"Special Option Dates" shall mean any of the dates on which a Special Event occurs.

"Special Event" means any of (a) marriage; (b) child birth; and (c) adoption of a child.

4.2 The terms and phrases used in the Rider, but not defined in the Rider shall have the meaning as provided in the Base Policy.

5. CHANGE OF OCCUPATION ETC.

The Policy Holder is required to inform the Company of any change in the occupation, profession or hobbies of the Life Insured, occurring during the Term of the Rider, failing which the Company may decline to extend the benefits under the Rider.

6. EXERCISE OF BENEFITS UNDER THE RIDER AND CONDITIONS IN RELATION TO SUCH EXERCISE.

6.1 How to exercise the Options. The Policy Holder may exercise the Option to purchase additional whole life insurance at any of the Option Dates, or Special Option Dates, by completing and sending the prescribed form to the Company and by paying the billed premium for the increased amount of insurance. The Prescribed form will be provided at the request of the Policy Holder by the Company.

6.2 Conditions for exercise of the Options.

- (i) The Options may be exercised by the Policy Holder within a period of 30 days before and within a period of 30 days after the respective Option Dates.

- (ii) Within a period of 30 days after the happening of a Special Event, the Policy Holder shall be entitled to exercise an Option without having to wait for the next scheduled Option Date. However, should such Option be exercised, then the Policy Holder will not be entitled to exercise his Option in the next scheduled Option Date.
- ✕ (iii) Each additional sum of whole life insurance purchased under this Rider shall be not less than 25% nor more than 100% of the Sum Insured at issue of the Base Policy.
- (iv) The aggregate of all additional sums of whole life insurance purchased under this Rider, cannot exceed 5 times the Base Policy Sum Insured at issue .
- (v) The Waiver Of Premium Rider, if attached to the Base Policy, will not cover any future purchases which may be exercised under the un-expired options for future purchases of additional insurance under this GIO Rider.
- (vi) In addition to the above, this Rider is further subject to the exclusions as provided in the Base Policy.

7. Bonus.

- 7.1 Where the Base Policy is a participating policy, then all additional insurance purchased under this Rider, will also be participating and shall be entitled to receive bonus as may be declared by the Company from time to time.
- 7.2 Where the Base Policy is a non-participating policy, then all additional insurance purchased under this Rider, will also be non-participating and shall not be entitled to receive any bonus.

8. Reinstatement of the Rider.

At any time after the Rider has ceased to be valid, the Policy Holder may request for reinstatement of the Rider. The Company may at its sole discretion, reinstate the Rider, subject to reinstatement terms as may be in force at the relevant time.

9. Other provisions

9.1 Surrender of whole life insurance policies

The Policy Holder shall have the right to surrender up to 100% of the additional amount of insurance purchased under this Rider. Such surrenders will be

processed by the Company on LIFO (Last in First Out) basis i.e., the last purchased additional insurance will be surrendered first.

9.2 Assignment.

The Rider or the benefits under the Rider cannot be assigned by the Policy Holder separately from the Base Policy. If the Base Policy is assigned by the Policy Holder, the Rider and the benefits under the Rider (including increases purchased till that time) shall also be assigned along with the Base Policy.