



Annexure V

Policy Document
Stepping Stones Participating Insurance
Max New York Life Insurance Company Limited
Regd. Office : Max House, 1 Dr. Jha Marg, Okhla, New Delhi - 110 020

Max New York Life Insurance Company Limited (the "Company") has entered into this contract of insurance (the "Policy") with the Policy Holder on the life of the person ("Life Insured"), named in the Schedule to the policy (the "Schedule"). The Policy has been effected on the life of the Life Insured based on the proposal, declarations and premium deposit made by the Policy Holder.

This Policy is subject to the terms and conditions stated in the Policy and the Schedule.

The Company agrees to pay the Benefits under this Policy on the happening of the Insured Event, while this Policy is in force.

Signed by and on behalf of
Max New York Life Insurance Company Limited

Analjit Singh
Chairman

Date Of Policy : <dd-mmm-yyyy>

Policy Document -Stepping Stones - 06-10-03

Page 1 of 1

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444
New Delhi 3314444
Mumbai 2356747
Bangalore 5095977
Hyderabad 6325433
Pune 4014252

Chennai 8518101
Kolkata 2881350
Chandigarh 899901



THE SCHEDULE (Page 01)

BASE POLICY - Stepping Stone
Participating Insurance

TYPE OF POLICY - Participating

GENERAL OFFICE - <>

POLICY NO: <>	PROPOSAL NO : <>
	DATE OF PROPOSAL: <dd-mmm-yyyy>
POLICY HOLDER : <>	IDENTIFICATION SOURCE & I.D. No : <>
ADDRESS: <Address 1> <Address 2> <Address 3> <Address 4>	SEX : <>
LIFE INSURED : <>	IDENTIFICATION SOURCE & I.D. No : <>
DATE OF BIRTH OF LIFE INSURED : < dd-mmm-yyyy>	SEX : <>
AGE ADMITTED : < Y/N>	
ADDRESS: <Address 1> <Address 2> <Address 3> <Address 4>	
EFFECTIVE DATE OF COVERAGE : < dd-mmm-yyyy >	
PREMIUM MODE: <>	

Policy Document -Stepping Stones - 09-10-03

Page 2 of 2

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444 Bangalore 5095977
New Delhi 3314444 Hyderabad 6325433
Mumbai 2356747 Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

Handwritten initials/signature



THE SCHEDULE (Page 02)

LIST OF COVERAGES	DURATION OF COVERAGE	INSURED EVENT	SUM INSURED (Rs.)	MODAL PREMIUM (Rs.)	DUE DATES WHEN PREMIUM PAYABLE ; DATE WHEN LAST INSTALLMENT OF PREMIUM DUE	ANNEXURE REFERENCE	MODAL FLAT EXTRA PREMIUM
BASE POLICY Stepping Stone Participating Insurance	<...Year Term>	Maturity/ Death of Life Insured			15th of Sep, Dec, Mar & Jun Every Year; <Last due date>		<Rs 200> for <3 Yr<s>> from <02-Aug-2001>
RIDER(S) Waiver of Premium Benefit	Refer to Terms and Conditions attached	As stated in Annexure	As stated in Annexure		15th of Sep, Dec, Mar & Jun Every Year; <Last due date>	WOP	<Rs 200> for <3 Yr<s>> from <02-Aug-2001>
Personal Accident Benefit	Renewable Every Year	As stated in Annexure	As stated in Annexure		15th of Sep, Dec, Mar & Jun Every Year; <Last due date>	ADB	

Handwritten signature/initials



THE SCHEDULE (Page 03)

TOTAL MODAL PREMIUM FOR ALL COVERAGES UNDER BASE POLICY AND RIDER(S) : Rs.
<i>*The modal flat extra premium is a temporary loading and is applicable only for periods mentioned therein</i>
THE BENEFITS ARE PAYABLE TO: On Maturity, the Benefits are payable to the Life Insured. In the event of death of the Life Insured prior to the date of Maturity, the Benefits are payable to the Policy Holder or his assignees or nominees or proving executors or administrators or other legal representatives of the Policy Holders.
SPECIAL PROVISIONS :

Policy Document -Stepping Stones - 09-10-03

Page 4 of 4

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444 Bangalore 5095977
New Delhi 3314444 Hyderabad 6325433
Mumbai 2356747 Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

JSC



DEFINITIONS

In this Policy, **you; your;** refers to the life insured if he is also the Policy Holder or the Policy Holder if he is not the life insured, **we; us; our; ours;** "the Company" refers to Max New York Life Insurance Company Limited.

"Age" means the age of the Life Insured attained on the last birthday on or prior to the Effective Date of Coverage specified in the Schedule.

"Effective Date of Coverage" means the date shown in the schedule page on which the coverage of risk under your Policy has commenced.

"Policy Holder" means the person who owns the Policy.

"Life Insured" means the person on whose life the policy is being effected.

"Diagnosis" shall mean the definitive diagnosis made by a Registered Medical Practitioner, based upon radiological, clinical, histological or laboratory evidence acceptable to the Company. All diagnosis are subject to acceptance and concurrence by the Company's appointed doctor. In the event of any doubt regarding the appropriateness or correctness of the diagnosis, the Company shall have the right to call for examination of the Life Insured and / or the evidence used in arriving at such diagnosis, by an independent expert selected by the Company. The opinion of such expert as to such diagnosis shall be binding on both the Policy Holder and the Company.

"Registered Medical Practitioner" shall mean any medical practitioner qualified by degree in medicine and registered with the Medical Council in India, who possesses sufficient skill and competence to render medical or surgical services in respect of the disease concerned, but excludes a Registered Medical Practitioner who is the Policy Holder or the Life Insured or the spouse or lineal relative of the Policy Holder/ Life Insured.

"Miscellaneous" All terms and references to masculine shall also apply to feminine and reference to singular shall also include the plural and vice and versa.

PREMIUM PROVISIONS

Payment of Premium

Premiums are payable to us on the due dates specified in the Schedule. The Premium Mode can be changed subsequently, upon our receipt of your written request. However such change shall become effective on the Policy anniversary date. Change sought to Premium Mode will lead to a revision in the Modal Premium amount.

Grace Period

We allow a grace period of thirty days from the due date for payment of each Premium. In case premium mode is monthly, the grace period shall be fifteen days only. During the grace period we will accept the premium without interest. The insurance coverage continues during this grace period but if the Life Insured dies during the grace period, the Company shall be entitled to deduct the unpaid Premium from the Benefits payable under the Policy.

Non-payment of Premium

If a Premium is not received by us by the end of the Grace Period, the Policy will lapse. If the Policy has cash value then it will be subject to Non Forfeiture Provision, elected by you in the Proposal Form or as per your subsequent request, in writing, from the due date of such unpaid Premium. All Insurance cover will end at the time of lapse if the Policy has no cash value. We must receive such notice, in writing, no later than one month from the date of expiry of the grace period.

Policy Document -Stepping Stones - 09-10-03

Page 5 of 5

MAX NEW YORK LIFE INSURANCE CO. LTD.

11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444
New Delhi 3314444
Mumbai 2356747

Bangalore 5095977
Hyderabad 6325433
Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

JRS



Revival of Policy

Within three years after the Policy has lapsed you may apply for revival of the Policy, if you have not surrendered it. We may upon written request from you, and on production of evidence of insurability acceptable to us (cost of which to be borne by you), and at our discretion revive the Policy on such terms and conditions as are applicable at the time of revival. All overdue Premiums must be paid together with interest at such rates as may be declared by us from time to time and the cost of production of evidence of insurability. The revival of the Policy shall take effect only after it is approved, in writing, by us.

We do not need evidence of insurability if we receive the required payment within 30 days after the expiry of the grace period, but the insured must be living when we receive it.

If the Policy has been surrendered and the benefits under the Policy, if any, has been paid by us, this Policy can not be revived.

The cost of providing evidence of insurability would be actual medical examination fee plus an administrative fee for revival of policy, which would be not more than Rs.1000/-. The administrative fee may vary depending upon the annual inflection rates.

D. BENEFITS

1) **5 (Five) & 2 (Two) Years before Maturity :**

Upon policy remaining in full force, we shall pay you :

5 Years before maturity date, 30 (thirty) percent of the Sum Insured specified in the Schedule and
2 Years before maturity date, 35 (thirty five) percent of the Sum Insured specified in the Schedule.

2) **On Maturity**

Upon maturity we shall pay you 65 (sixty five) percent of the Sum Insured, specified in the Schedule together with sum assured of PUA, if any, and terminal bonus, if any.

3) **On death of the Life Insured**

l) Subject to the Policy remaining in full force, on the death of the Life Insured, we shall pay the Sum Insured plus sum assured of paid up additions, if any, as specified in the schedule.

In addition to the benefits under 3(l), we shall also pay the following benefits, if not already paid, to the person specified in the Schedule :

- a) 5 Years before the maturity date, 30 (thirty) percent of the Sum Insured specified in the Schedule ;
- b) 2 Years before maturity date 35 (thirty five) percent of the Sum Insured specified in the Schedule.
- c) Thereafter, on the date of maturity specified in the schedule we shall pay 65 (sixty five) percent of the Sum Insured specified in the Schedule.

4) **On Death of the Policy Holder (if the Policy Holder and the Life Insured are different persons)**

JRS



Subject to the Policy remaining in full force, on the death of the Policy Holder, the Life Insured shall have the option to continue the policy by payment of premiums.

5) **Terminal Illness benefits**

While this Policy is in force, should the Life Insured be diagnosed to be suffering from a disease which, in the opinion of a Registered Medical Practitioner and the concurrence of the Company's appointed doctor, is likely to lead to the death of the Life Insured within six months from the date of such diagnosis ("Terminal Illness"), the Company shall at the Policy Holder's request, pay the Benefits to the Life Insured under this Policy as follows:

- a) Upto 50% of the Sum Insured, subject to a maximum cumulative of Rs 5 lakhs (Rupees Five Lakhs only) under all policies which provide for this Terminal Illness Benefit, then in force with the Company, on the approval of Terminal Illness claim filed; and

Upon the payment of Terminal Illness Benefit(s), the benefits under all policies then in force with the Company with respect to the Life Insured, which provide for this Terminal Illness Benefit, will be proportionately reduced and will be payable in accordance with the terms of the respective policies. If any claim has already been made under the Dread Disease Rider (if any), the Policy Holder shall not be entitled to the Terminal Illness Benefits under this Policy. Additionally, all Riders, pertaining to Life Insured under this Policy, will end upon such payment

During the period of survival of the Life Insured all premiums due shall be paid to keep this policy in force.

- b) The remainder of the Sum Insured, upon the occurrence of the Insured Event.

The terminal illness benefit is not available where the life insured is under 18 (eighteen) years of age.

6) **Non-Forfeiture Benefits**

If at any time after the Policy has Surrender Value, you may surrender your policy for cash or exercise any one of the following non-forfeiture options, as opted for by you in the Proposal Form or subsequent election in writing.

(i) **Reduced Paid Up Insurance**

Reduced Paid Up Insurance is the amount of paid up insurance which can be purchased by the Surrender Value.

This reduced paid up insurance will acquire cash value. If at any time the outstanding indebtedness exceeds the surrender value of the paid up policy, the paid up policy will lapse. Such paid up policy is not entitled to any bonus.

(ii) **Extended Term Insurance (ETI)**

The Surrender Value will be used as a single Premium to buy Term Insurance equal to the current Sum Insured of this Policy for a term which the Surrender Value can purchase. The maximum term for this ETI cannot exceed the remaining term of this Policy. Should the Surrender Value be sufficient to buy a single premium Term

Policy Document -Stepping Stones - 09-10-03

Page 7 of 7

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444
New Delhi 3314444
Mumbai 2356747

Bangalore 5095977
Hyderabad 6325433
Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901



Insurance for a term longer than the remaining term of this Policy, then such excess amount will be returned to the Policy Holder. Such ETI is not eligible for bonus or cash value.

The minimum term for ETI is five year. If the surrender value is not sufficient to purchase ETI for five years or more the surrender value will be paid in cash.

BONUS

While this policy is in force it is entitled to bonus, if any, declared by us. No bonus is payable for the first two Policy years. Bonus, if any, is payable on the Policy anniversary, from the surplus arising from the actuarial valuation of the participating life insurance fund, if all premiums due before then have been paid. Notwithstanding anything to the contrary, bonuses are always non-guaranteed.

The bonus will be applied as per one of the following options selected by you in the Proposal

- 1) **Paid in Cash** – This shall entitle you to receive bonus if any, in cash,
 - 2) **Premium Offset** – This entitles you to offset the premium payable by you under the Policy against the bonuses, if any. In the event the bonus is in excess of the premium payable under the policy, the excess will be paid to you in cash. However, if the bonus is not sufficient, the shortfall, should be paid in full before this option can be exercised.
 - 3) **Purchase aid Up additions** - This entitles you to utilize the bonus, if any, to buy single premium endowment benefits, which will mature alongwith the base policy. In the event of death of the Life Insured prior to maturity we shall pay Sum Assured of single premium endowment benefits, if any.
- At any time while the Policy is in force and the paid up additions have acquired Cash Value, you may surrender such paid up additions, partially or in full, subject to terms and conditions as may be determined by the Company.

While the Policy is in force, you may make a written request to change the bonus option.

At any time while the Policy is in force and the paid up additions have acquired Cash Value, the policyholder may surrender such paid up additions, partially or in full, subject to terms and conditions as may be determined by the Company.

GENERAL PROVISIONS

The Contract

The entire contract consists of this policy including schedule, attached riders and endorsements if any, the proposal, medical evidence, any written statements, answers, premium deposits and other declarations/particulars (if any) received from you. The contract may be amended by us with your consent. No Agent is authorized to change the contract.

Policy Document -Stepping Stones - 09-10-03

Page 8 of 8

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444
New Delhi 3314444
Mumbai 2356747
Bangalore 5095977
Hyderabad 6325433
Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901



Full Disclosure & Incontestability

This Policy has been issued on your representation that you have made full disclosures of all relevant facts and circumstances. Any concealment, non-disclosure, misrepresentation or fraud by you shall render the Policy liable for cancellation and/or voidable at the option of the Company. If it deems fit, the Company may also forfeit the Premium(s) received.

We also draw your attention to Section 45 of the Insurance Act, 1938 – which states as follows :

No policy of life insurance effected after the expiry of two years from the date on which it was effected be called in question by an insurer on the ground that a statement made in the proposal for insurance or in any report of a medical officer, or referee, or friend of the insured, or in any other document leading to the issue of the policy, was inaccurate or false, unless the insurer shows that such statement was on a material matter or suppressed facts which it was material to disclose and that it was fraudulently made by the policy-holder and that the policy-holder knew at the time of making it that the statement was false or that it suppressed facts which it was material to disclose. Provided that nothing in this section shall prevent the insurer from calling for proof of age at any time if he is entitled to do so, and no policy shall be deemed to be called in question merely because the terms of the policy are adjusted on subsequent proof that the age of the life insured was incorrectly stated in the proposal.

Policy Review Period

Please examine your Policy carefully. You may opt to return the Original Policy to the Company with a written request for cancellation of the Policy within fifteen days from the date of receipt of this Policy. In such an event the Premiums paid less proportionate risk premium for the period of cover, any medical fees and expense incurred on stamp charges by the Company will be refunded without interest. If the Policy is sent by post it shall be deemed to have been received by you within three days of posting.

Currency and Place of Payment

All payments to or by us will be in Indian Rupees at any of our offices in India, or any other office as specified by the Company.

Travel, Residence and Occupation

This Policy contains no restrictions as to travel, residence or occupation except as otherwise provided in any Special Provisions to this Policy or by law.

Misstatement of Age or Sex

All Premiums are calculated based on the Age or Sex of the Life Insured declared in the Proposal. Without prejudice to the full disclosure and incontestability provisions, the Company may in its sole discretion:

- i) in case the age at the time of issuance of Policy is lower or higher than the age declared or sex is misstated, adjust the premium and/or benefits payable to those applicable had the true age or sex been stated at issue and the policy would have been issued based on our underwriting rules at that time and
- ii) in case the Life Insured's true age at the time of issuing the Policy is higher than the maximum issue age limit under the Policy, cancel the Policy and forfeit Premium(s) received

Cash Value

This Policy will acquire cash value if it has been in force for at least three years and provided all the Premiums that have fallen due have been received. The cash value in this Policy will be thirty percent of the Premium(s) (excluding the first year's Premium) received.

Policy Document -Stepping Stones - 09-10-03

Page 9 of 9

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444
New Delhi 3314444
Mumbai 2356747

Bangalore 5095977
Hyderabad 6325433
Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

JBS



Surrender Value

After the Policy has acquired Cash Value, you may opt to surrender this Policy. The Surrender Value payable will be subject to the condition that the Policy is in full force and that there are no statutory or other restrictions to the contrary. The Surrender Value payable will be equal to Cash Value accrued to date of surrender.

Nomination and Assignment

The person named by you in the proposal form as the nominee/s, shall be the person to whom the benefit under the Policy will be paid in the event of death of the Life Insured. Such nomination only indicates the person, who is authorized to receive the amount on the payment of which we will receive a valid discharge of our liability under the Policy. Change in nomination, if any, may be made by you any time during the term of the Policy and must be registered with us.

You may also assign the benefits under the Policy in favour of the person named by you whereby the beneficial interest, right and title under the Policy gets transferred to such person. You can assign the entire Policy with Riders, if any, and not individual covers. An absolute assignment shall automatically cancel a nomination except any assignment in favour of the Company. Notice of assignment (including any change thereof), should be submitted for registration to the Company.

In registering an assignment or nomination, the Company does not accept any responsibility or express any opinion as to its validity or legality.

Suicide Exclusion

Notwithstanding anything stated in the Policy, if the Life Insured under the Policy dies by suicide, whether sane or insane, within one year from the Date of Policy or the Effective Date of any revival of this Policy, the Policy Coverage shall come to an end simultaneously. In such an event, we will only refund the Premium(s) received from the Date of Policy or the effective date of any revival, whichever is later, without interest, less any expenses incurred by us.

Claims

Subject to full disclosure and incontestability provision stated above and the Policy remaining in full force and we have satisfactory proof of the happening of the insured event in relation to the Life Insured, its cause, Claimant's Statement, Original Policy, Death Certificate, Attending Physician's statement, Hospital Treatment Certificate, Burial/Cremation Statement, Employer's Certificate, F.I.R / Postmortem report (wherever applicable), Photo-identity proof of the Claimant, documents establishing right of the Claimant and such other documents required by the Company at that time, we will settle the claim.

Dispute Redressal Cell

All consumer grievances may be addressed to Customer Helpdesk, Max New York Life Insurance Company Limited, DLF Square Building, 11th floor, Jacaranda Marg, DLF Phase II, Gurgaon - 122002, Haryana or the servicing General Office or the Insurance Ombudsman, whose address can be obtained from the Company's Head Office.

Notices

All communications relating to this policy may be addressed to: Max New York Life Insurance Co. Ltd 11th floor, DLF Square, Jacaranda Marg, DLF City, Phase II, Gurgaon - 122 002, Haryana.

Policy Document -Stepping Stones - 09-10-03

Page 10 of 10

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444
New Delhi 3314444
Mumbai 2356747

Bangalore 5095977
Hyderabad 6325433
Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

JR/S



Endorsement

Policy Document -Stepping Stones - 09-10-03

Page 11 of 11

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444 Bangalore 5095977
New Delhi 3314444 Hyderabad 6325433
Mumbai 2356747 Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

Handwritten initials/signature



<Total stamp value> : <Rs. XXX.XX>

Policy Document -Stepping Stones - 09-10-03

Page 12 of 12

MAX NEW YORK LIFE INSURANCE CO. LTD.
11th & 12th Floor, DLF Square Building, Jacaranda Marg, DLF Phase II, Gurgaon 122 001.
Phone 6561700 (From Delhi +91, other cities +0124)

Regd Office: Max House, 3rd Floor, 1 Dr. Jha Marg, Okhla, New Delhi 110 020, India
Ahmedabad 6566444 Bangalore 5095977
New Delhi 3314444 Hyderabad 6325433
Mumbai 2356747 Pune 4014252

Chennai 8518101
Kolkata 2881850
Chandigarh 899901

JRL