



Max Advantage Insurance

THIS PLAN FROM BAJAJ ALLIANZ LIFE PAYS THE HIGHEST NAV DURING THE 10-YEAR TERM

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Max Advantage Insurance Plan from Bajaj Allianz Life Insurance is a unit-linked insurance plan that offers the highest net asset value (NAV) guarantee on a daily basis, on maturity, for units held in the Max Gain Fund II. Apart from this fund, the policy offers five other funds with equity exposure ranging from nil to 100 per cent. But, the NAV guarantee comes only with Max Gain Fund II. **Max Gain Fund II.** The fund allows investment in equity, debt and money market instruments with exposure in each category ranging from nil to 100 per cent. To protect the return, the company intends to invest in equity derivatives as and when allowed by the regulator. The fund also offers the flexibility to switch out from it to any other fund at any time during the term of the policy. You can also proportionately invest in different funds to diversify risk. The fund is open from 4 October 2010 to 31 December 2010.

Guaranteed Addition. At the time of maturity, 60 per cent of the total allocation charge (in respect of regular premium)

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The highest NAV guarantee on maturity, refund of 60 per cent allocation charges and term flexibility give the maximum benefit

FEATURES

■ Entry Age	8 to 60 years
■ Maturity Age	18-70 years
■ Policy Term	10 years
■ Pay Term	5 - 7 years
■ Minimum Annual Premium	₹25,000
■ Premium Payment Frequency	Annual only
■ Maximum Regular Premium	₹2 lakh
■ Minimum Sum Assured	10 times of basic premium for entry ages below 45 7 times of basic premium for entry ages 45 and above
■ Maximum Sum Assured	10 times of annualised premium

CHARGE STRUCTURE

PREMIUM ALLOCATION CHARGES (% PER ANNUM)

■ Year 1	10
■ Years 2-5	3.75
■ Year 6 onwards	Nil

FUND MANAGEMENT CHARGES AND EQUITY EXPOSURE (% PER ANNUM)

■ Asset Allocation Fund	1.25	0-100
■ Equity Index Fund II	1.25	Not less than 60
■ Liquid Fund	0.95	0
■ Bond Fund	0.95	0
■ Max Gain Fund II	1.25	0-100
■ Guarantee charges	0.25 is applicable for Max Gain Fund II	

POLICY ADMINISTRATION AND OTHER CHARGES

- No charges in the first year
- From second year onwards at **3** per cent per annum of the annual premium
- Switching charges are nil
- Maximum of **₹6,000** is deducted as discontinuance charge depending on the year the policy is terminated. From the fifth year there are no surrender charges.

is paid as guaranteed addition with the policy. **Death Benefits.** It's a Type II plan where both the sum assured and the fund value are paid if the insured person dies before the maturity of the policy. It also pays the additional sum assured in case of accidental death. **Partial Withdrawals and Loans.** Partial withdrawals are allowed any time after five years. You cannot take a loan against the policy. In case of emergency, you can exit the policy after five years with no surrender charges. But, any redemption before maturity is made at the prevailing unit price. **Conclusion.** As equity exposure in the Max Gain Fund II ranges from nil to 100 per cent, don't expect return in line with the stockmarket. We do not recommend investing in bond and liquid funds, as these funds do not serve the purpose with lock-in period for five years. For the maximum equity exposure, you can opt for Equity Index Fund II, where investment in stocks is not less than 60 per cent. II

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