

HDFC SL YoungStar Super Premium

Guide to Mortality and Risk Benefit Charges

This section aims to make you understand what Mortality and Risk Benefit Charges in unit-linked products are and how we compute them. There can be two types of risk benefit charges in our unit-linked products. Each type is meant to charge for different types of cover you choose. They are (as defined by IRDA vide Circular No. 032/IRDA/Actl/Dec-2005):

1. **Mortality Charge:** This is the cost of life insurance cover. It is exclusive of any expense loadings levied either by cancellation of units or by debiting the premium but not both. This charge may be levied at the beginning of each policy month from the fund.
2. **Risk Benefit Charge:** This is the cost of morbidity benefit offered to you like Extra Life Benefit. It is exclusive of any expense loadings levied either by cancellation of units or by debiting the premium but not both. This charge may be levied at the beginning of each policy month from the fund. This charge will be taken in addition to the Mortality charge only in case you're covered for the benefit.

We compute the monthly charge for any benefit using the following formula:

$$\text{Charge amount} = \text{Charge Rate (attained age)} * \frac{\text{Sum_at_Risk}}{1000} * \frac{1}{12}$$

Here,

- Charge Rate (attained age) = Charge Rate applicable for the month depending on the attained age of the life assured on the day of calculation of charge amount
- Sum at Risk = Value of the part of the risk benefit that the company is liable to pay if claim is reported.

We deduct these charges every month by de-allocating units proportionately from all funds that your money is invested at the time of deduction of charge.

Rates (per 1000 sum at risk):

1. Charge Rate for Life Option
2. Charge Rate for Life and Health Option

Age	1	2	Age	1	2	Age	1	2
18	1.5847	2.6317	40	2.5483	5.1493	62	16.6597	33.1522
19	1.5974	2.6444	41	2.6877	5.5302	63	18.6757	36.2077
20	1.6227	2.6697	42	2.8019	5.8859	64	20.9324	39.4934
21	1.6481	2.7056	43	2.9540	6.3005	65	22.6694	42.3230
22	1.6734	2.7519	44	3.1441	6.7741	66	24.6220	
23	1.7114	2.8109	45	3.3850	7.3300	67	27.5634	
24	1.7369	2.8574	46	3.6513	7.9533	68	30.8345	
25	1.7748	2.9163	47	3.9556	8.6356	69	34.4353	
26	1.8129	2.9754	48	4.3106	9.4106	70	38.4165	
27	1.8509	3.0344	49	4.7290	10.2700	71	42.7906	
28	1.8762	3.0807	50	5.1855	11.2515	72	47.6212	
29	1.8890	3.1355	51	5.6799	12.3129	73	52.9083	
30	1.9017	3.1902	52	6.2505	13.5030	74	58.7278	
31	1.9270	3.2575	53	6.8844	14.8089	75	65.1052	
32	1.9524	3.3564	54	7.5691	16.2391			
33	1.9904	3.4679	55	8.3425	17.8630			
34	2.0411	3.6131	56	9.1920	19.6260			
35	2.0919	3.7899	57	10.0287	21.4182			
36	2.1552	4.0002	58	10.9416	23.3076			
37	2.2312	4.2337	59	12.0447	25.4187			
38	2.3200	4.5010	60	13.3506	27.7641			
39	2.4215	4.8125	61	14.8847	30.3377			

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Notes

- Mortality charge rates are guaranteed for the policy term.
- Statutory Charges – Service Tax & Education Cess is payable at the applicable rate on the Mortality and the other Risk Benefit Charges.

We will be providing you information about how much we have deducted towards mortality and risk benefit charges for your policy in the annual unit statement send to you after every policy anniversary.

It is important that you **do not** judge a unit linked plan solely on the basis of the risk benefit charges or any other charge taken independently. Charges interact with each other. Thus, the key to understand the charges of your plan and how they impact the maturity value of your policy is to look at the policy benefit illustration.

Our certified Financial Consultant will be happy to explain the plan and the impact of charges in detail.