

**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:

$$Charge\ amount = Charge\ Rate\ (attained\ age) * \frac{Sum\_at\_Risk}{1000} * \frac{1}{12}$$

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 Extra Life Benefit

Age	1	2	Age	1	2	Age	1	2
14	1.4954		37	2.0576	1.2885	60	11.7266	1.7190
15	1.4954		38	2.1348	1.3095	61	13.0606	1.7505
16	1.4954		39	2.2230	1.3095	62	14.6041	1.7820
17	1.4954		40	2.3333	1.3200	63	16.3571	1.8135
18	1.4954	1.2150	41	2.4545	1.3410	64	18.3195	1.8450
19	1.5064	1.2150	42	2.5538	1.3620	65	19.8299	1.8765
20	1.5284	1.2150	43	2.6861	1.3620	66	21.5278	1.9080
21	1.5505	1.2150	44	2.8514	1.3725	67	24.0856	1.9605
22	1.5725	1.2150	45	3.0609	1.3935	68	26.9300	1.9920
23	1.6056	1.2150	46	3.2924	1.4040	69	30.0611	2.0235
24	1.6277	1.2255	47	3.5570	1.4250	70	33.5230	2.0760
25	1.6607	1.2255	48	3.8657	1.4355	71	37.3266	
26	1.6938	1.2255	49	4.2296	1.4565	72	41.5271	
27	1.7269	1.2255	50	4.6265	1.4880	73	46.1246	
28	1.7489	1.2255	51	5.0564	1.4985	74	51.1850	
29	1.7600	1.2465	52	5.5526	1.5195	75	56.7306	
30	1.7710	1.2465	53	6.1038	1.5405			
31	1.7930	1.2465	54	6.6992	1.5720			
32	1.8151	1.2570	55	7.3717	1.5825			
33	1.8482	1.2570	56	8.1104	1.6140			
34	1.8923	1.2780	57	8.8380	1.6350			
35	1.9364	1.2780	58	9.6318	1.6665			
36	1.9915	1.2885	59	10.5910	1.6980			

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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.