

What is Term Insurance?



Term insurance is a life insurance policy that offers a specified sum assured to the policyholder for a predetermined duration. In case of the unfortunate demise of the policyholder within the policy term, the insurer provides a death benefit to the designated beneficiary.

Key Features of Term Insurance



High Coverage

Offers substantial financial protection



Affordable Premiums

Tailor your coverage as needed



Flexible Premium Options

Versatile payment plans available

Term Insurance Riders



Critical illness

Offers financial assistance for policyholder's critical illness.



Accidental death

Added coverage for accidents



Partial or Total disability

The Sum Assured is paid as per the disability condition



Accelerated Death Benefit

Access to death benefit for qualifying serious terminal illness



Return of premium

Premium is refunded if the policyholder survives

Multiple Premium Payment Choices



Regular pay

Premium payments are made throughout the entire term of the policy



Limited pay

The duration for paying premiums is less than the life cover duration



Single pay

A one-time lump sum payment

Payout Options in Term Insurance



Lumpsum

Entire sum assured paid upfront



Fixed Monthly

Monthly payments for a set duration



Increasing Monthly

Monthly payments rise over time



Lumpsum + Fixed Monthly

Beneficiary gets a combined payout

Tax Advantages



Deductions up to ₹1,50,000 per year for Term Insurance premiums under Section 80C



Premium should be less than 10% of the sum assured to claim the deduction



Deductions are available for premiums paid toward critical illness rider under Section 80D



Beneficiaries of term insurance policies can benefit from tax exemptions on payouts under Section 10(10D) of the Income Tax Act, 1961

Conclusion



Term insurance is a key financial safeguard



It provides peace of mind for your loved ones



Diverse premium options and customizable riders



Tax benefits make it a wise investment



Choose the right plan to secure your family's future

Disclaimer: Insurance is the subject matter of solicitation. The availability of riders and other features can differ from one policy to another or from one company to another.