

Insurance A Conservative Approach–An overview

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INSURANCE

Insurance is a contract between insurer/assurer and insured/assured, in which insurer agrees to make good the loss of insured on the happening of that event which is insured, in consideration of certain sum called premium.

Arrangement by which a company/state(insurer) undertakes to provide a guarantee of compensation for specified loss, damage, illness or death in return for payment of a specified premium.

Conservative Approach

A safe and secure financial portfolio which is preferred by investors who seek a steady and assured income from investment, avoiding market fluctuations.

TYPES OF INSURANCE:-

Life insurance

Non life insurance

The only objective of life insurance policy is protection. There are of-course policies that offer savings and investments, which could be considered once adequate life protection needs are taken care of.

Protection

Guarantees

Tax implication

Inflation protection

Liquidity

Exit option

Life Insurance;

is a contract between the policy owner and insurer where the insurer agrees to reimburse the occurrence of the insured individuals death or other event such as terminal illness or critical illness. The insured agrees to pay the cost in terms of insurance premium for the service.

TYPES OF POLICIES

LIFE INSURANCE

- ▶ Term Plan
- ▶ Endowment plan
- ▶ Money back plan
- ▶ Whole life plan
- ▶ Pension plan
- ▶ Annuities
- ▶ ULIP
- ▶ Health plan
- ▶ CHILD PLANS

GENERAL INSURANCE

- ▶ Motor insurance
- ▶ Fire insurance
- ▶ Theft insurance
- ▶ Marine insurance
- ▶ Fidelity insurance
- ▶ Misc. insurance

LIFE INSURANCE POLICIES OR PLANS

TERM PLAN

- ▶ No-frills insurance policy plan
- ▶ Comparatively low premium
- ▶ Policies of 5, 10, 15, 20 or 30 years maturity
- ▶ Lump sum amount paid in case of death of insured before maturity
- ▶ Nothing accrues if insured outlive the policy

Endowment Plan

- ▶ Periodic payment of premium
- ▶ Specified sum assured
- ▶ Nominee gets sum assured if insured dies before maturity
- ▶ Sum assured amount if insured outlive beyond maturity of policy

MONEY BACK PLAN

- ▶ Variant of endowment plan
- ▶ Part of sum assured is returned at periodic intervals through out policy tenure
- ▶ Balance of sum assured along with profits earned paid at maturity

WHOLE LIFE PLAN

- ▶ Variant of endowment plan
- ▶ Provide insurance cover through out lifetime

PENSION PLAN

- Guarantees income
- premium paid in lump sum or periodically
- insured receives specific sum periodically from a specified date
 - some insurer offer life cover (residual benefit to nominee in case of death)

ANNUITIES

- ▶ Variant of pension plan/retirement portfolio
- ▶ Lump sum premium
- ▶ Periodic returns/regular income
- ▶ Income guaranteed
- ▶ Offered in various combinations and options

CHILD PLANS

- ▶ Variant of endowment plans
- ▶ Saving oriented plan
- ▶ Aimed to accumulate funds for child's education & marriage

UNIT LINKED PLANS

- Combination of insurance & investment
- Deliver inflation-beating returns
- Offers fund investment & allocation options
- Investment objectives, risk profile & time horizon as basis of offer
- Returns depend upon market performance

HEALTH PLAN

- ▶ Comprehensive health insurance coverage
- ▶ Critical illness
- ▶ Medical expenses
- ▶ Hospital cash benefit
- ▶ Major surgical assistance
- ▶ Disability benefits
- ▶ Specific conditions coverage

General /Non life insurance; insuring anything other than human life.

MOTOR INSURANCE

- ▶ Compulsory
- ▶ Insures personal accident, damage cover, 3rd party
- ▶ Car, two wheeler & commercial vehicle insurance
- ▶ Offered with road side assistance, cashless servicing at workshop/garages, towing assistance, etc. options
- ▶ Health insurance cover

MARINE/CARGO INSURANCE

- ▶ Covers goods, freight, cargo, etc.
- ▶ Covers loss or damage during transit by rail, road, sea or air

THANK YOU

The background features abstract, overlapping geometric shapes in various shades of green, ranging from light lime to dark forest green. These shapes are primarily located on the right side of the frame, creating a modern, layered effect. The rest of the background is plain white.