

Loan Secure Insurance

Policy ID: UIN: USGI/Loan/20-21 | Category: Financial - Loan Protection

Provider: Universal Sompo General Insurance

1. Policy Period & Validity

Standard Duration: Linked to Loan Tenure

Validity Basis: Reducing Balance (Matches Loan Schedule)

2. Policy Overview

A credit protection policy that pays off your outstanding loan in case of critical illness, accidental death, or loss of job. It ensures the debt burden doesn't fall on the family.

Ideal For: Borrowers (Home Loan, Personal Loan) who want to secure their liability.

3. Eligibility Criteria

- **Entry Age:** 18 to 60 Years.

- **Loan Type:** Must have an active loan account.

4. Sum Insured Eligibility

- **Limit:** Up to Outstanding Loan Amount.

5. Scope of Coverage

- **Major Medical Illness:** Pays Sum Insured (Loan Amount) on diagnosis of Cancer, Stroke, Heart Attack, etc..

- **Accidental Death:** Pays Outstanding Loan Amount.

- **Loss of Job:** Pays 3 EMIs (example) in case of termination.

7. Major Exclusions

x Pre-Existing Conditions: Excluded for Critical Illness.

x Voluntary Resignation: Loss of job cover only applies to termination/layoff.

x Suicide: Excluded.

8. Claims & Administration

Claims Procedure:

- Payment: Claim amount is usually paid directly to the Bank/Lender to settle the loan.

Policy Terms:

- Policy Term: Linked to Loan Tenure (e.g., 5 years, 10 years).

- Sum Insured: Reduces as the loan principal reduces (Reducing Balance).