

Statutory Notification (S. R. O)

**GOVERNMENT OF PAKISTAN
Securities and Exchange Commission of Pakistan**

Islamabad, 30th January, 2014

NOTIFICATION

S.R.O. **68** (I)/2014: In exercise of the powers conferred by section 83 of the Insurance Ordinance, 2000 (XXXIX), the Securities and Exchange Commission of Pakistan is pleased to publish the draft rules for information of all the person likely to be effected thereby and notice is hereby given that the draft will be taken into consideration after thirty days of its publication in the Official Gazette.

Any objections or suggestion which may be received from any person in respect of the said draft, before the expiry of the aforesaid period shall be taken into consideration by the Securities and Exchange Commission of Pakistan.

CHAPTER 1

1. Short Title and Commencement.— (1) These Rules shall be called the “Unit Linked Products and Fund Rules, 2014.

(2) These Rules shall come into force at once.

2. Definitions.— (1) In these Rules, unless there is anything repugnant in the subject or context, -

- a) “Basic Annual Premium” means the net premium determined as gross premium paid by the policyholders less charges for riders / supplementary benefits and extra mortality / morbidity charges;
- b) “Gross Annual premium” means the amount of premium paid by the policy holder to the insurer for the purchase of a unit linked product;
- c) “Bid Price” is the price at which the units of a fund are redeemed, calculated as the net asset value adjusted for selling costs;

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- d) "Forward Pricing" means a specific pricing methodology which involves calculation of the unit prices at which the transaction is undertaken after the deal is done, so as to establish the true value of the units at the time of purchase or disposal;
- e) "Indexation" means a life insurance product feature which enables automatic increase in sum cover and/or premium on compound / simple basis without requiring a policyholder to undergo medical underwriting on each renewal date;
- f) "Offer Price" means the price at which the units of a fund are allocated to policies, calculated as the net asset value adjusted for acquisition costs and a front end load, if any;
- g) "Ordinance" means Insurance Ordinance, 2000;
- h) "Rules" means Unit Linked Products and Fund Rules, 2014;
- i) "Unit Linked" in relation to life insurance means individual life insurance contracts offering life insurance coverage coupled with saving component where under the saving component is managed through operating unit linked investment funds;
- j) "Unit Linked Contracts" means Investment-Linked Contracts as defined in Section 2(xxxiii) of the Ordinance.
- k) "Unit-linked Fund" means a group of assets and liabilities, the values of which are used to determine the values of Unit Linked Contracts;

(2) In these Rules, the word "Takaful may be used interchangeably with the word 'insurance', 'Family Takaful' with 'Life Insurance', 'General Takaful' with 'General Insurance', 'contribution' with 'premium' and 'Company' & "Insurer" with 'Takaful Operator'. Similarly other terms used in the Takaful Rules, 2005 associated with the Takaful business may be used interchangeably with their conventional counterpart words/terms.

(3) The words and expressions used but not defined shall have the same meaning assigned to them in the Ordinance.

CHAPTER 2

UNIT LINKED PRODUCTS

3. Minimum Financial Protection.- All life insurers carrying out unit linked business shall offer the unit linked products having the minimum financial protection component (i.e. life insurance coverage) as specified in table below:

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Type of Product	Minimum Financial Protection (life insurance cover for death due to any cause)
Regular premium individual life contracts (endowment, whole-life etc.)	5 times of the Basic Annual Premium
Child education / marriage or family income benefit contracts (where no fixed sum cover is paid on death due to any cause)	5 times of the Basic Annual Premium
Single premium contracts	1.25 times of the premium

4. Indexation of Premium.- (1) The policyholder shall have an option to avail the policy through level premium or indexation premium.

(2) All unit linked products shall have an Indexation option based on any one of the following:

(a) **Automatic Default Option:** Under this option, the basic or gross premium shall be increased with a fixed Indexation rate on compound basis. However, insurers shall incorporate a reasonable level of Indexation.

(b) **Indexation of Premium and Sum Cover:** Under this option, both the premium and sum cover shall be increased with a fixed Indexation rate on compound or simple basis.

(3) The Insurer in respect of their unit linked Bancassurance business shall ensure that the Bank's premium collection system is effectively deducting the indexed premium, and if it is not, shall take such action as is required to ensure that it shall start deducting the indexed premium within a period of not more than two year after the commencement date.

5. Maximum Aggregate Commission Payable to all Tiers over Entire Policy Term

(1) The maximum commission payable, i.e. cumulative first policy year, second policy year and subsequent policy year onwards commissions over the entire premium paying term of a policy shall not exceed the maximum limits specified in table given below. The policies with premium paying terms between 10 and 20 years, or terms less than 10 years, these limits shall be prorated linearly according to the premium paying term.

(2) The policies exceeding 20 years term including whole life policies, these limits shall apply for the first 20 policy years. However, the insurer may continue paying renewal year commission for the remaining policy years.

(3) In case of change in premium due to Indexation or any other reason these limits shall apply on the current year running premium.

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Maximum Aggregate Commission	For Individual Life Insurance Policies with a Premium Payment Term of			
	20 Years or more	10 Years	5 Years	Between 10 to 20 or 5 to 10 years
Regular premium plans	100%	65%	30%	On linearly proportionate basis

(4) Maximum limits on single premium payment plans as well as top-up (or adhoc / funds accelerated premium) premium shall not exceed 4% of the gross premium paid by the policyholders. Whereas the top-up or adhoc /funds accelerated premium means the additional premium (in additional to the regular premium) paid by the policyholder to increase the investment component (i.e. cash value) of the policy.

(5) The limits specified above do not include any persistency bonus, the payment of which is conditional to a minimum persistency benchmark as may be applicable through any regulatory requirement or due to insurer's internal policy. Whereas the persistency means a ratio of renewal year's premium collected during a specified period of the current calendar year to the first year premium received in that specified period of the immediately preceding calendar year.

6. Minimum Term of the Regular Premium Individual Life Plans.-No Insurer shall offer a unit-linked regular premium plan (saving) of a term shorter than 5 years through any distribution channel.

7. Disclosures to Policyholders.- All insurers offering unit linked products shall disclose the following:

- (a) **Disclosure of Investment Risk:** All sales literature, brochure and communication to the policyholder shall contain a disclosure that the investment risk shall be borne by the policyholder and actual maturity or surrender values may be lower or higher than the projected figures;
- (b) **Targeted Asset Mix and Charges:** Target asset mix of the fund and details of all fund related charges shall be placed on the website of the life insurer.
- (c) **Product Charges Structure & Unit Pricing Methodology:** Details of the product charges structure and unit pricing methodology shall be disclosed to all policyholders in the policy document.
- (d) **Annual Individual Statement of Policyholders Unit Account:** Policyholders will be provided an annual statement of unit account as specified in Annexure 1.
- (e) **Disclosure regarding Deduction of Rider's Charges:** All insurers shall explicitly disclose the rider's charges at the time of sale of the policy through Illustration and policy schedule and every year through "statement of policy

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holder's account" if these charges are deducted by redemption of units from the clients' account value.

8. Insurance Need Analysis Document.- No life insurance policy which is a unit linked product shall be sold through any distribution channel unless the agent has carried out an Insurance Need Analysis of the prospective policyholder as per the format set out as Annexure 2. A life insurer may use a different format with additional information.

CHAPTER 3

UNIT LINKED FUNDS

9. Funds Governance.-(1) Where the insurer establishes a Unit Linked Fund, it shall constitute an investment committee comprising of the following persons at minimum:

- (a) Appointed Actuary;
- (b) Chief Financial Officer; and
- (c) Two members of the Board

(2) **Investment Committee:** The investment committee shall be responsible for management of all Unit Linked Funds, which shall include the following:

(a) **Investment Policy:** The Investment Committee shall formulate a documented investment policy for each fund which shall be approved by the Board and shall include, as a minimum:

- (i) **Allowable Exposure to Various Asset Classes:** the proportion of investments to be held in various asset classes (asset classes, for this purpose, being listed equities, unlisted equities, government securities, term finance certificates, mutual funds, real estate, short term deposits, sukus and other instruments of redeemable capital);
- (ii) **Allowable Exposure in Single Entity:** the maximum proportion of the fund which may be invested in each entity (eg., shares and TFCs of a particular company);
- (iii) **Minimum Rating / Other Investable Criterion:** the investment policy should state the minimum rating requirement for rated instruments as well as other criterion for non-rated instrument.
- (iv) **Ineligible Asset Classes / Securities:** the investment policy shall explicitly mention broad ineligible asset classes and securities.
- (v) **Monitoring Frequency:** the investment policy shall state the frequency of performance measurement, monitoring the asset mix and mechanism used for portfolio balancing.
- (vi) **Allowable Exposure in Related Parties:** the investment policy shall explicitly state the maximum allowable investment limit in related parties such as associated companies, subsidiary companies etc.

(b) **Fund Pricing Methodology and its Implementation:** The investment committee

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shall document and monitor the unit pricing methodology and its implementation.

- (c) **Investment Processes Documentation:** the investment committee shall document all procedures relating to investment decisions, investment transactions, accrual and receipt of investment income, pricing and preparation of statements set out in Rule 13.

(3) **Good Investment Practices:** The Investment Committee shall also, as good practice:

- a) identify those responsible for day to day investment decisions in line with the investment policy;
- b) identify all risks to which the fund may be exposed and for formulating, monitoring and management of the risk management process, and
- c) require that the accounting records of the fund be automated.

(4) **Role of Appointed Actuary for the Investment Processes:** The Appointed Actuary shall certify that he/she is of the opinion that the investment policy for a fund is suitable for all insurance policies which will be linked to the fund. The Appointed Actuary shall also sign the document outlining the fund's pricing arrangements and shall, at least once in every six months, carry out a detailed review of each fund's pricing to ensure that the documented pricing arrangements are being followed.

(5) **Role of Shariah Board / Advisor's:** In case of takaful companies the investment policy shall also be approved by the Shariah Board / Advisor.

(6) **Internal Audit and Compliance Function:** The internal audit and compliance function of the insurer shall include, in their scope, the adherence to the above policy and procedures and shall report any findings ultimately to the Board. The statutory auditors of the company shall, during the course of their audit, ensure that the pricing arrangements are appropriate and shall also carry out test checks on the determination of prices during the period under review.

(7) **Outsourcing of Investment Functions:** The Board may decide to out-source the management of investments. Where this is the case, the Board shall ensure that appropriate systems and controls are in place, including regular and reliable management information, to ensure that they can fulfill their responsibilities to policyholders. Any outsourcing arrangement shall not, however, absolve the Board of its responsibility to ensure that investments are appropriate and properly managed.

10. Unit Linked Fund Operation.- (1) Unit-Linked Fund Creation: A life insurer shall file the following documents at the time of creation of a Unit Linked Fund:

- (a) The name of the fund and of the statutory fund of which it will be a part.
- (b) Date of launching of the fund
- (c) Seed money, if any
- (d) Investment policy

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- (e) Rules of the fund including net asset valuation methodology
- (f) Bid and Offer Prices at the beginning

(2) **Explicit Fund Related Charges:** The explicit fund related charges levied by a life insurer on the Unit Linked Fund shall include:

- (a) a Bid Offer spread is a difference between prices at which units are allocated to (acquired by) a policy and at which units are encashed (redeemed) respectively;
- (b) an investment management charge is a periodic charge levied on the fund, which could either be:
 - (i) a proportion of the net asset value of the fund;
 - (ii) a fixed amount;
 - (iii) a varying proportion or fixed amount based on fund performance; or
 - (iv) a combination of any of the above.

The above charges shall be clearly defined in the policy documents.

(3) **Implicit Fund Related Charges:** Implicit fund related charges are effectively rounding differences between the conversion of money values into units and vice versa. The mechanism adopted by the life insurer shall ensure that the rounding difference shall not exceed 0.1%.

(4) **Permitted Expenses:** Expenses permitted to be debited from a fund include the following:

- (a) permitted explicit fund management charges;
- (b) costs paid to a third party directly related to the acquisition or sale of a particular investment, including brokerage costs, any related taxes/government levies and bank charges;
- (c) costs paid to a third party directly related to collection of investment income as well as any non-recoverable taxes or other levies on investment income;
- (d) taxes which may be appropriately attributable to the investment income or gains of the fund (e.g., taxes on foreign investments which are not capable of being set off against any tax levied on the shareholders' fund of the company) including direct taxes on income of such investments (e.g. final tax regime or turn over tax) ;
- (e) provision for or write off of any asset; and
- (f) Custodian charges (for example CDC charges).

(5) Where the fund has invested in property, expenses directly related to the maintenance of the property and related taxes may also be debited from the fund.

11. Unit Linked Fund Transaction.- (1) Investment Related Transactions: Any transaction to acquire or dispose of any assets in an Unit Linked Fund shall be at arm's length, where such assets are listed securities traded on any of the country's stock exchanges, the

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transaction shall be through a transaction with an external entity. For other assets the transaction shall either be through an external entity or shall be required to be specifically certified by the Company's statutory auditors as having been transacted at fair value.

(2) Inter-fund Transfer of Policyholders' Unit Account Value

- (a) All life insurers are required to provide an option to their policyholders to transfer whole or part of a policyholders' unit account value from one Unit Linked Fund to another Unit Linked Fund at least once in a policy year.
- (b) A life insurer shall not charge bid-offer spread on the above transfer of policyholders' unit account or any charge, by whatever name, that is based on a percentage of the unit account value. However a fixed amount per transfer may be charged.

(3) Custody of Assets

- (a) All listed securities shall be held in accounts held by the life insurer with the central depository company and in sub-accounts designated for each fund. The investments in government securities of Unit Linked Fund shall be held in an IPS (i.e. investor's portfolio services) account of the company.
- (b) Ownership documents for all other assets shall be kept with a custodian approved by the board of directors of the insurer.
- (c) Bank accounts including fixed deposits shall be maintained in clearly designated accounts for each fund.

(4) Inter-Fund Balances

- (a) Transactions between the investment fund and other funds of the life insurer shall be kept to a minimum. It is recognized, however, that there will be some essential transactions, for example the payment of monies into a fund on allocation of premiums/contributions and the payment of monies by the fund on redemption of units/investment.
- (b) Any balances created with other funds (unit-linked and otherwise) shall be settled within 15 working days.

12. Net Asset Valuation (NAV) Pricing Methodology.-

(1) General Principles

- (a) Unit prices should be calculated in a fair and transparent manner, which means:
 - (i) Unit pricing methodology shall ensure that the transactions in a

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Unit Linked Fund are executed in a manner that it should not affect the interests of the policyholders.

- (ii) Prices shall be based on the net asset value, adjusted for charges and purchase and sale costs.
- (iii) Cross-subsidy among policyholders or individual funds shall be avoided as far as reasonably possible. In particular any adjustments to smooth unit prices shall be avoided.
- (iv) The pricing mechanism shall not be used as a deliberate means of extracting value from the fund or from policyholders.

(b) Expenses, income and taxation should be recognised appropriately in the price, being accrued in a timely and accurate manner so that the unit price properly reflects the value of the underlying assets.

(c) For each fund the investment committee shall approve the pricing policy and procedures, which will set out the following:

- (i) Pricing Frequency
- (ii) Pricing Model
- (iii) Valuation of Assets and Liabilities and Adjustments

(2) Pricing Frequency and Unit Transaction Timing

- i. All Unit Linked Funds created after the promulgation of these rules shall be valued daily. Funds in existence at the time of issue of these Rules may continue to be valued weekly (but not less frequently than this) until July 1, 2014. Where a fund is valued on a weekly basis this shall be on a given time on a given day in each week. In case of the designated day of the week being a holiday the valuation should take place on the previous working day.
- ii. Where a fund is valued on a daily basis the price should be updated on a given time during the working day. In the unusual event of a fund being priced more than once per day, this will be disclosed to policyholders through insurer's web site.
- iii. The timing of unit transactions such as allocation to policyholders, creation and cancellation of units will be determined according to events such as the receipt of policyholder instructions, receipt of premiums, issuance of policy etc.
- iv. The following objectives should be taken into account when determining pricing frequency and unit transaction timing:
 - (a) Avoiding any losses to policyholders through market timing and other 'strategic dealing activity'
 - (b) Maintaining, within defined risk-return appetite, appropriate levels of liquidity in the fund to avoid any significant, unintended gearing effects.
 - (c) Ensuring that funds designed to track the performance of an underlying asset do so within defined tolerances avoiding the risk of any significant

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distortion or deviation.

- (d) Avoiding any material loss to the fund or policyholders by ensuring a good match between net policyholder unit transactions and the related asset purchase or disposal.
- (e) Avoiding any material loss to the fund or policyholders by ensuring there is no undue delay between receipt of a instruction from a policyholder and the resulting unit transaction.

(3) **Pricing Methodology:** All life insurers issuing unit-linked contracts shall follow the Forward Pricing methodology. Unit acquisition and redemption transactions which occur during two pricing dates would be held in abeyance until the next valuation date and executed at the price determined at the next valuation date.

(4) **Valuation of Assets and Liabilities and Pricing Adjustments**

(a) The following basis for valuing various assets shall be followed when determining the price at which units are to be allocated or redeemed:

- (i) A security listed on a stock exchange shall be valued at its closing price on such exchange on the date as of which it is valued, or if such exchange is not open on such date, then at its last sale price on the next preceding date on which such exchange was open and if no sale is reported for such date, the security shall be valued at an amount not higher than the closing asked price nor lower than the closing Bid Price. If there is no active market for a security, however, it should be valued in accordance with the applicable financial reporting framework.
- (ii) An investment purchased and awaiting payment against delivery shall be included for valuation purposes as a security held, and the cash account of the company shall be adjusted to reflect the purchase price, including brokers' commission and other expenses incurred in the purchase thereof but not disbursed as of the valuation date;
- (iii) An investment sold but not delivered pending receipt of proceeds shall be valued at the net sale price. For takaful operators such investment shall continue to be shown as held by the unit-fund but the value shall be taken as the net sale proceeds. For other insurers the net sale proceeds shall be shown as an amount receivable and the securities shall not be shown as held by the Unit Linked Fund.
- (iv) A government fixed income security for which there is no secondary market shall be valued so as to recognize a uniform return from the time of acquisition to maturity.
- (v) The value of any dividends, bonus, shares or rights which may have been declared on securities in the portfolio but not received by the fund as of the close of business on the valuation date shall be included as assets of the fund, if the security upon which such dividends, bonuses or rights were declared is included in the assets and is valued ex-dividend, ex-bonus or

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ex-rights as the case may be;

- (vi) A security not listed or quoted on a stock exchange shall be valued at investment price or its breakup value as per last audited accounts, whichever is lower;
 - (vii) Interest accrued on any interest-bearing security in the portfolio shall be included as an asset of the fund if such accrued interest is not otherwise included in the valuation of the security.
 - (viii) Any other income accrued up to the date on which computation was made shall also be included in the assets; and
 - (ix) All liabilities, expenses, taxes and other charges due or accrued up to the date of computation which are chargeable under these Rules shall be deducted from the value of the assets;
- (b) To determine the Offer Price the net asset value may be adjusted by adding:
- (i) a front end load not exceeding the amount declared in the policy document;
 - (ii) a provision for acquisition costs of investments, being the average cost of acquisition given the actual asset mix of the fund; and
 - (iii) a rounding adjustment not exceeding Rs. 0.01 per unit.
- (c) To determine the Bid Price the net asset value may be adjusted by deducting the cost of disposal of investments, being the average estimated cost given the actual asset mix of the fund.
- (d) If any adjustment is made to the value of assets and liabilities as set out above other than those permitted by these Rules, the consent of the Commission shall be taken.

13. Accounts of Unit Linked Funds

(1) Form of Accounts

- i. The regulatory returns to be submitted under Section 46 of the Ordinance shall include, for each fund set up, the following accounting statements:
 - a) Statement of Net Assets
 - b) Statement of Changes in Net Assets
 - c) Statement of Performance Measurement (as per Annexure 3)
- ii. The Statement of Changes in Net Assets shall include the following if these are relevant :
 - (a) Fund Balance Brought Forward from Previous Valuation Date

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- (b) New investments in Fund (value of creation of units in the case of a Unit Linked Fund).
- (c) Investment income earned during the period.
- (d) Gains on disposal of investments (determined as net selling value less cost)
- (e) Increase (decrease) in unrealized gains (losses)
- (f) Redemptions from Fund in the period
- (g) Taxes accruing/deducted on gains or investment income which are not recoverable.
- (h) Investment Management Charges at Fund level accrued for the period
- (i) Mortality and Morbidity Charges
- (j) Fund Balance Carried Forward to Next Valuation Date

iii. The Statement of Performance Measurement shall be for the following period:

- The previous twelve months.
- The previous five years.
- The previous ten years.

iv. The basis of calculation of each performance measure shall be disclosed in any document containing a statement of such measure.

(2) Audit

The Accounts of the funds as required above shall be audited at least once in every financial year by the same auditors auditing the Regulatory Returns. The report of the auditors shall also be deemed to be a part of the Accounts and shall be in such form as may be prescribed by the Commission.

(3) Circulation to Policyholders

The Accounts of the Unit Linked Fund shall be placed on the web-site of the life insurer within seven working days of these being submitted to the Commission.

(4) List of Assets

A listing of all assets and liabilities in a Unit Linked Fund on the date as at which accounts referred to in sub-section 6.1 are prepared shall be placed on the web-site of the life insurer.

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ANNEXURE 1

Statement Date

STATEMENT OF ACCOUNT	
For the period ended December 31,	
Policy Number	
Policyholder Name	
Date of Birth	
Current Age	
Total Policy Term	
Total Premium paying term	
Initial Sum Assured	
Current Sum Assured	
Annualized Initial Premium	
Current Premium	
Total Premium	
Riders' Premium	
Basic Premium	
Mode of Premium payment	
Dynamization Method	
(1) Both premium and sum assured to remain flat	
(2) Only premium to increase by 5% each year	
(3) Both premium and sum assured to increase by 5% each year	

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Policy period	Account value as at the beginning of the period (units)	Basic Premium Allocated during the period (Rs)	Number of New Units purchased (units)	Mortality Charges deducted (units)	Amount of Partial Withdrawal if any (Rs)	Account value as at the end of the period (units) - (2) + (4) - (5) - (6)	Unit value as at the end of the period	Total value of the policy as at the end of the period - (7) * (8)	Amount of Loan if any (Rs)	Net value of the policy as at the end of the period - (9) - (10)
1										
2										
3										
4										

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Annexure 2

Insurance Need Analysis of Mr. _____

Basic Information						
Name						
Address						
Telephone (Landline / Mobile)						
E-mail Id						
Date of birth						
Marital status						
State of health	Excellent/Very good/Good/Moderate/Poor					
Smoker	Yes/No					
Family Details						
Number of dependents						
Details of dependents	1	2	3	4	5	
Name						
Relationship						
Age						
State of Health (Excellent/Very Good/Good/ Moderate/Poor)						
Occupation						
Income if any						
Whether financially dependent						
Any scope of expansion of family	Yes/No					
Employment Details						
Occupation						
Length of service						
Annual Income						
Covered under pension scheme?						
Normal retirement age						
Financial Details						
Value of Savings and Assets						
Details of Liabilities/ Outstanding Loan						
Expected Inheritance						
Pension Details						
Employer's Scheme/Insurance						
Personal Contribution/Premium						
Retirement Age						
Anticipated Value						
Future Saving Needs						
For Education for Children						
For Wedding						
For House Purchase						
Others						
Existing Life Assurance Plans						
Company	Policy No.	Sum Assured	Premium	Start Date	Maturity Date	Purpose

Financial Priorities and Objectives	
What is more important for you? (Please number in order of priority)	
Financial Security for family in the event of death	
Financial Security in the event of Critical Illness	
Providing Retirement Income	
Planning for your children's education	
Planning for your children's wedding	
Building capital through regular saving	
Investing existing capital for better return	
Identified Insurance Needs	
Life Insurance (Death/Maturity)	
Desirable Sum Assured	
Health Insurance	
Desirable limit of coverage per annum	
Savings and Investment Planning	
Desirable returns per annum	
Pension planning	
Desirable pension per annum	
Any Additional Information	
Recommendation	
Life stage	Childhood/Young unmarried/Young married/ Young married with children/married with older children/post-family or pre-retirement/ retirement
Protection needs	Life & Health/Savings and Investment/Pension
Appetite for risk	Low/Medium/High
Policy recommended, including name of insurer	
Commitment for the current/future years	
Whether all risk elements and details of charges to be incurred and all other obligations have been explained	
Why you think this policy is most suited prospect	

Agent's Certification:

I /We hereby certify that I/we believe that the product/s recommended by me/us above is suitable for the prospect, based on the information submitted by him/her, as recorded above.

(Name and Signature of Agent)

Dated: _____

Prospect's Acknowledgement:

The above recommendation is based on the information provided by me. I have been explained about the features of the product and believe it would be suitable for me based on my insurance needs and financial objectives.

(Signature of Prospect)

Dated: _____

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Annexure 3

Name of the Company

Statement of Investment Performance Measurement of the Unit Linked Fund

For the year ended December 31,

Sr. No.	Name of the Unit Linked Fund	Type of the Fund	Bid Price at the beginning of the year (A)	Bid Price at the end of the year (B)	Investment Yield % (Y = B/A x 100)

No.ID/PDWII/ULP&FR/2014

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30/1/14

(BUSHRA ASLAM)
SECRETARY TO THE COMMISSION