

No Claim Discount

Add-on Cover under Individual Health Insurance Products offered by Go Digit General Insurance Limited UIN: GODHLIA26040V022526

Add-on Wordings

If You have opted for this add-on cover and have had no claim in the expiring policy, then You will be eligible to receive a discount in the premium, at the time of renewal of Your policy.

This No Claim Discount add on cover is offered as a part of “No Claim Bonus” and operates like ‘Cumulative Bonus’ where the objective is to reward the policyholder for a claim free policy period.

“No Claim Bonus benefit” means any benefit received by the Policyholder either through Cumulative bonus (in the form of Increase in Sum Insured at renewal) or through No Claim Discount (in the form of Discount on renewal premium), as opted, if there is no claim in the expiring policy.

This add-on cover will work in tandem with Cumulative Bonus available under base health insurance policy and will provide an option to You to opt for discount on premium **instead of** accruing additional sum insured under Cumulative Bonus. Please note that You can choose **either of** ‘Cumulative bonus’ or ‘No Claim Discount’.

At the time of issuance of new/ renewed policy, we will give option to You to either choose Cumulative Bonus or No Claim Discount. In case of claim free policy, You will be eligible to receive of the opted NCB benefit at the time of renewal.

Provided that:

- i. No Claim Discount will be provided if no claim is made under the sections as mentioned under Cumulative Bonus which lead to increase in Sum Insured. This discount will be provided only to the extent of premium applicable for the sections where Sum Insured is increased by Cumulative Bonus under the base health product.

For e.g., If You have opted for “Cumulative Bonus” (in the form of Increase in Sum Insured at renewal for Hospitalization Section) and no claim is made under Hospitalization Section of the base health product in expiring policy, then You will be entitled to Increase in Sum Insured of Hospitalization Section only.

Similarly, if You have opted for “No Claim Discount” (in the form of Discount on renewal premium for Hospitalization Section) and no claim is made under Hospitalization Section of the base health product in expiring policy, then You will be entitled to discount on applicable premium of Hospitalization Section.

- ii. **Accrual of the benefit over the years:**

If You opts for this discount, it will keep increasing on cumulative basis each year provided that You do not make a bonus destroying claim in the previous year. By opting for the discount, the loading for the cumulative bonus cover will effectively be waived after total accrual of the No Claim Benefit. In case of a claim in the policy period, the discount will be reduced by the same percentage it was to increase. Once the maximum accrual of discount is reached, the accrued discount will stop increasing and will remain constant subject to no claim in the policies.

The above methodology has been described in the table below:

Policy Year	Base Sum Insured	Premium	Claim in previous policy	Incremental Bonus	Accrued Discount for the policy period	Discounted Premium
1	5,00,000	1,000		0	0.00%	1,000
2	5,00,000	1,000	No	0.80%	0.80%	992
3	5,00,000	1,000	No	0.80%	1.60%	984
4	5,00,000	1,000	No	0.80%	2.40%	976

5	5,00,000	1,000	Yes	-0.80%	1.60%	984
6	5,00,000	1,000	No	0.80%	2.40%	976
7	5,00,000	1,000	No	0.80%	3.20%	968
8	5,00,000	1,000	Yes	-0.80%	2.40%	976
9	5,00,000	1,000	No	0.80%	3.20%	968
10	5,00,000	1,000	No	0.80%	4.00%	960

- iii. For a Floater Policy, No Claim Discount shall be available only on Floater Basis. It shall accrue only if no claim has been made for any of the Insured Members during the expiring Policy Period.
- iv. If You have reached the maximum limit of accruing No Claim Bonus benefit (either through Cumulative bonus or through no claim discount), the accrued benefit will stop increasing and will remain constant subject to no claim in the policies.
- v. If You discontinue the Policy or fail to renew the Policy within the Grace Period of 30 days from the due date of renewal, the entire No Claim Discount will be lost.
- vi. If You already have accrued Cumulative Bonus / No Claim Bonus benefit under Your Policy and You have opted for this add on cover/ switched to another No Claim bonus benefit option:
 - a. Your accrued Cumulative Bonus / No Claim Bonus benefit will not lapse.
 - b. In case You have made any claim during the policy period, Your No Claim Bonus Benefit will reduce in the same way as it was accrued.

Subject otherwise to all the other terms, conditions, warranties, limitations and exceptions of the Policy to which this Add-On is attached.