

JAN DHAN TO JAN SURAKSHA

The Hon'ble Prime Minister launched **Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY)** and **Pradhan Mantri Suraksha Bima Yojana (PMSBY)** on the 9th of May, 2015 to address the situation of low coverage of life and accident insurance in the country and focus on the poor and the under-privileged.

PMJJBY Features

- PMJJBY provides annual renewable term life cover of Rupees two lakh for death due to any cause.
- Bank / post office account holders between 18 to 50 years eligible. Once enrolled, cover available up to age 55, subject to continued annual premium payment.
- Annual premium Rs. 330.
- Cover period: 1st June to 31st May Every Year.
- ❖ Administered through tie ups between Banks / Post Office and Life Insurance Companies; Banks / Post Office as Nodal points and Master Policy holders.
- ❖ PMJJBY is being offered by Life Insurance Corporation of India and Private Sector Life Insurance Companies.

PMSBY Features

- Annual, renewable insurance cover for Death / Permanent Disability arising from accident. One Policy for One applicant through any one bank account.
- Rs. Two Lakh payable on Death or Permanent Total Disability and Rs. One Lakh on Permanent Partial Disability.
- Bank account holders between 18 to 70 years eligible to enrol.
- Annual premium Rs. 12.
- Cover period: 1st June to 31st May.
- Permanent Total Disability means total and irrecoverable loss of both eyes or loss of use of both hands or feet or loss of sight of one eye and loss of use of one hand or foot.
- Permanent Partial Disability means total and irrecoverable loss of sight of one eye or loss of use of one hand or foot.

Key changes for implementation of schemes

- Enrolment and claim forms for PMJJBY and PMSBY have been modified to capture details of subscribers and their nominees to facilitate prompt claim payment.

- Banks advised to forward scanned claim documents to partner insurer to a designated email id / portal of the insurer
- Banks and insurers have been advised to settle claims within 14 days of receipt of claim-7days for bank and insurer each
- Claims procedure and checklist for banks documented and circulated to all banks
- Grace period of 30 days allowed up to 30.06.2021, for renewal of PMJJBY and PMSBY by those subscribers who did not have sufficient balance in their accounts as on 31.5.2021 for auto debit of relevant premium.
- Lien period under PMJJBY reduced from 45 days to 30 days with effect from 1st June 2021
- Intermediary commission increased from Rs 11/- per subscriber to Rs 30/- per subscriber under PMJJBY to encourage intermediaries to enrol maximum no. of subscribers
- Banks and insurers to accept alternate proofs of death as specified in the claims procedure.
- Format for certificate of death to be issued by District Magistrate and other authorised Executive Magistrates circulated to banks and insurers
- As a proactive measure, bank / post office to inform nominees of insured deceased accountholders by detecting the same from its Core Banking Solution (CBS) and auto-generating communication addressed to the nominee in English and the regional language.
- Public sector banks with lead bank responsibilities for bringing the above to the notice of the relevant State and district authorities and implementing banks, through the State / Union Territory Level Bankers Committee (SLBC/UTLBC) and District Level Review Committee (DLRC) mechanisms.