

F. No. 11-12011/2/2015-Ins.1
Government of India
Ministry of Finance
Department of Financial Services

Jeevan Deep Building, 2nd floor
Sansad Marg, New Delhi - 110 001
Dated 23rd June 2021

To:

1. Secretary, Department of Posts
2. Chairman, Life Insurance Corporation of India
3. Chairman and Managing Director, New India Assurance / Oriental Insurance / National Insurance / United India Insurance
4. Chief executives of all insurers implementing Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) and Pradhan Mantri Suraksha Bima Yojana (PMSBY) [through the Life and General Insurance Councils]
5. Chief executives of all commercial banks implementing PMJJBY and PMSBY [through the Indian Banks' Association]
6. Chief executives of all urban co-operative banks implementing PMJJBY and PMSBY [through the Reserve Bank of India (RBI)]
7. Chief executives of all State Co-operative Banks and District Central Co-operative Banks implementing PMJJBY and PMSBY [through NABARD]

Subject: Implementation of Pradhan Mantri Jeevan Jyoti Bima Yojana and Pradhan Mantri Suraksha Bima Yojana — Revised enrolment forms and revised procedure related to and forms for claims

Madam/sir,

Please refer to this Department's letters of even number, dated 11.6.2021, on the above subject, and dated 2.5.2016 regarding amendment of rules of Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY).

2. Under the letter dated 11.6.2021, pursuant to the agreement in the meeting chaired on 25.5.2021 by Secretary, Financial Services with all scheme implementing partners that revised forms and claim procedure would be finalised for issuance to all implementing partners by the group constituted at the meeting, revised enrolment and claim forms and claim procedure for PMJJBY and Pradhan Mantri Suraksha Bima Yojana (PMSBY) were communicated.

3. The group has since finalised the format for certificate of death to be issued by the District Magistrate concerned (or other Executive Magistrate authorised by him/her)

under the revised claim procedures for the two schemes, and the same has been incorporated in the revised versions of the claim procedures enclosed herewith.


4. With regard to the letter dated 2.5.2016, by which a lien period of 45 days was provided for under PMJJBY, the undersigned is directed to convey that, keeping in scheme objective of offering social security and based on the experience of the scheme during the lien period, it has been decided to effect the following amendments relating to the lien period in the rules of PMJJBY, to reduce the lien period from 45 days to 30 days with effect from 1st June 2021:

Rule	Existing rule	Amended rule
3	Lien period of 45 days shall be applicable from the date of enrolment.	Lien period of 30 days shall be applicable from the date of enrolment.
4	For subscribers enrolling for the first time on or after 1 st June 2016, insurance cover shall not be available for death (other than due to accident) occurring during the first 45 days from the date of enrolment into the scheme (lien period).	For the subscribers enrolling for the first time on or after 1 st June 2021, insurance cover shall not be available for death (other than due to accident) occurring during the first 30 days from the date of enrolment in to the scheme (lien period).

5. The revised rules of PMJJBY, and the revised claims procedure and enrolment and claim forms for PMJJBY and PMSBY, incorporating the above format and amendments, are enclosed herewith, for—

- (a) Implementing insurers and banks and the Department of Posts—
 - (i) placing the same immediately on their respective websites;
 - (ii) communicating the reduced lien period to insured accountholders and claimants under the scheme both directly and through publicity material, and taking necessary steps to ensure that its benefits are made available to claimants;
- (b) Public sector banks with lead bank responsibilities for bringing the reduced lien period under PMJJBY and the format for certificate of death to be issued by District Magistrate and other authorised Executive Magistrates 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.

Yours faithfully,



(Vinod Kumar)

Under Secretary

Tel: 011-23748788

Email: usinsl dfs@nic.in

Encl: as above

Copy, with enclosures, to:

1. Chairperson, Insurance Regulatory and Development Authority of India
2. Chief General Manager, Department of Regulation (Statutory Operations Group), Reserve Bank of India — with a request to transmit this letter to all urban co-operative banks
3. Chief General Manager, Department of Refinance, NABARD — with a request to transmit this letter to all State Co-operative Banks and District Central Co-operative Banks
4. Secretaries General of Life Insurance Council and General Insurance Council — with a request to circulate this letter among their respective members and to advise them to take necessary steps in this regard on priority
5. Chief Executive, Indian Banks' Association — with a request to circulate this letter among their respective members and to advise them to take necessary steps in this regard on priority
6. Chief Executive, General Insurance Public Sector Association, for information
7. Additional Secretary / Joint Secretary in charge of Financial Inclusion side, Department of Financial Services — with a request to issue necessary instructions to the State Level Bankers' Committee (SLBC) / Union Territory Level Bankers' Committee (UTLBC) convening banks with regard to paragraph 5(b) above
8. Lead Coordinator, Mission Office, Department of Financial Service — with a request to ensure that these instructions are communicated to all banks and insurers implementing Pradhan Mantri Jeevan Jyoti Bima Yojana, to review and facilitate the usage of the alternative proof of death, and to ensure compliance with the amended lien period in settlement of claims under PMJJBY
9. Joint Secretary in charge of Insurance-II side, Department of Financial Services

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-7 days 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

Contd.

- 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 account holders 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.