

**Ref:Clarification regarding Accident Benefit payable under Paid up policy during Premium paying term of Jeevan Anand plan-149**

**Details as per CO/CRM/888/23 dated January 14, 2013 issued by LIC**

*According to the Circular -CO/CRM/878/23 accident benefit under Jeevan Anand plan no-149 is available during the premium paying term and thereafter up to policy anniversary on which the age nearer birthday of the life assured is 70 years in case of fully paid up policy and paid up policy. The maximum combined limit of accident benefit sum assured under all policies taken together under this plan on the same life is Rs.5,00,000 .*

*If premiums have been paid fully or recovered for full premium paying term, then accident benefit cover is available for full sum assured subject to above condition.*

*If policy become paid up during the premium paying term, then accident benefit equal to paid up sum assured of corresponding maximum aggregate limit of accident benefit sum assured under all policies taken together under this plan on the same life of Rs. 5,00,000 will be available on and after premium paying term.*

LIC had received queries whether such accident benefit cover under paid up policy will also be available during premium paying term. It has been now clarified that accident benefit equal to paid up sum assured of corresponding maximum aggregate limit of accident benefit sum assured under all policies taken together under this plan on the same life of Rs. 5,00,000 will also be available during premium paying term.

**Example:- Plan/ Term/ PPT- 149-99-20 , Sum assured- 10 lakh, number of years premiums paid – 15 years. Policy has become paid up due to non-payment of further premiums. Policyholder expired within premium paying term due to Accident. Calculate sum assured payable for basic death claim and Accident benefit claim.**

**Answer:-**

**1) Paid up sum assured calculation =  $15/20 \times 1000000 = \text{Rs. } 7,50,000$**

**2) Under this plan, Accident benefit cover is available for Rs. 5 lakh sum assured. Hence,**

**Calculate the paid up sum assured for corresponding sum assured of Rs. 5 lakhs.**

**3) Paid up value for corresponding 5 lakh DAB sum assured =  $15/20 \times 5,00,000 = 3,75,000$**

**4) Hence, under this policy paid up sum assured for basic claim will be Rs.7,50,000 + vested bonus and Accident benefit will be available for Rs. 3,75,000.**

**This clarification is applicable only for Jeevan Anand plan only and not for any other plan.**