

Dept: Actuarial

Ref: Actl/PS/2213/4

16th April 2014

To,
All HODs of Central Office,
All Zonal Offices,
All Divisional Offices,
All Branch Offices (through D.Os)
MDC, ZTCs, STCs, and
Audit & Inspection Depts. of Zonal Offices.

Re: Rate of interest under various financial transactions for the financial year 2014-15.

This is further to our circular Ref. Actl/PS/2208/4 dated 12th April 2013.

We have reviewed the rate of interest on various financial transactions under our policies. It has been decided that the rate of interest for the financial year 2014-15 will be as under:-

Sr. No.	Type of Transaction	Rate of Interest (%)
1.	(i) Policy Loans [under all plans except Jeevan Aastha (Plan 195), Jeevan Vridhhi (Plan 808), Jeevan Vaibhav (Plan 809) and Jeevan Sugam (Plan 813)]	10.00
	(ii) Policy Loan under Jeevan Aastha (Plan 195), Jeevan Vridhhi (Plan 808), Jeevan Vaibhav (Plan 809) and Jeevan Sugam (Plan 813)]	10.50
2.	For policies issued on or after 1/1/1987 -	9.50 (subject to a minimum int. of Rs.5/-)
	(i) Arrears of premiums within six months from the date of FUP (ii) For revivals	
3.	Arrears of premiums for Alterations and age proving higher	9.50
4.	Dating back the policies	9.50
5.	Discount factor for (i) commutation of instalments under Educational Annuity Policies (ii) commutation of Income Benefits under Multi-purpose, Guaranteed Benefits under Annuity Policies and (iii) unpaid instalments under Settlement Options	9.50

Sr. No.	Type of Transaction	Rate of Interest (%)
6.	Settlement options for Maturity Claims	6.00
7.	Advance payment of premiums under (i) Jeevan Sneha (Plan 128)	10.00
	(ii) Jeevan Bharati (Plan 160) and Jeevan Bharati I (Plan 192)	6.00
8.	Delayed payment of claims	11.00
9.	Discounted Value or Accumulated Value for calculation of SSV under Jeevan Saral (Plan 165)	7.50
10.	Accumulation of SB under Jeevan Bharati (Plan 160) and Jeevan Bharati I (Plan 192)	4.00
11.	Discounting of claims during the last year of policy term	9.00
12.	Reinstatement of surrendered policies	10.50

The above mentioned rates are also applicable to the transactions, if any, under the plans introduced on or after 01.01.2014. Please note that the above rates of interest shall come into force with immediate effect.

Chief (Actuarial)