

October 20, 2016

HRMD CIRCULAR NO. 335

Reg: Personal loan to retirees for payment of IBA's Group Medical Insurance Premium for the policy period 01.11.2016 to 31.10.2017

For the policy period commencing from 01.11.2016 to 31.10.2017, United India Insurance Company has increased the insurance premium of retirees as under:-

(Amount in Rupees)

Cadre at the time of retirement	Premium without coverage of Domiciliary treatment.		Premium with coverage of Domiciliary treatment	
	Policy period ending		Policy period ending	
	31.10.2016	31.10.2017	31.10.2016	31.10.2017
Officers	7558.95	16025.00	NA	20010.00
Award Staff	5669.50	12020.00	NA	14950.00

Thus there is substantial increase in premium for retirees.

Accordingly, it has been decided to provide a demand loan to retirees who are the members of the IBA's Group Medical Insurance Scheme, for meeting the insurance premium amount. The salient features of the demand loan, for the policy period ending 31.10.2017, is as at annexure-1.

(ALOK SRIVASTAVA)
GENERAL MANAGER

ANNEXURE-1

PERSONAL LOAN SCHEME FOR STAFF PENSIONERS FOR GROUP MEDICAL INSURANCE SCHEME

1. ELIGIBILITY

Staff pensioners drawing pension/family pension who are covered under IBA's Group Medical Insurance Scheme for retired employees.

2. PURPOSE

To meet Insurance Premium of IBA's Group Medical Insurance Scheme for retired employees.

3. LOAN AMOUNT

(Amount in Rupees)

Cadre at the time of retirement	Premium without domiciliary treatment	Premium with domiciliary treatment
Officers	16000.00	20000.00
Award Staff	12000.00	15000.00*

*maximum loan amount limited to amount of premium.

4. NATURE OF LOAN

The loan amount may be disbursed through Demand Loan.

5. MARGIN :

Nil.

6. INTEREST RATE :

MCLR for one year.

7. REPAYMENT :

Loan amount with interest is to be repaid in maximum of 10 equal monthly instalments commencing from the pension of October 2016.

8. PREMISSIBLE DEDUCTIONS :

For this purpose, all deductions including proposed Demand Loan should not exceed 60% of Net Monthly Pension(NMP).

9. UPFRONT FEE :

NIL

10. DOCUMENTATION CHARGES :

NIL

11. LOANING POWERS :

All Incumbents/Officers Incharge where the pension account is maintained.

12. DISBURSEMENT :

The loan amount shall be credited in the pension account for debit of Insurance Premium amount. However, recovery shall be made from pension account on monthly basis by the branch.

13. DOCUMENTATION

1. Letter of Request.
2. Letter of authority
3. TPA ID card or e card generated from TPA site.
4. Promissory Note – PNB 728
5. Guarantee from spouse/close relative.

14. OTHER GUIDELINES

Incumbents to ensure as under:-

1. That the monthly installments are recovered on the date of crediting monthly pension in the account.
2. That the amount has been deducted for payment of Group Medical Insurance Scheme.
3. No account of the Pensioner/family pensioner is under NPA category.
