

TERMS AND CONDITIONS FOR NACH

1. NACH facility can be availed for new policy as well as for existing policy for all modes (Yearly, half-yearly, quarterly and monthly).
2. For new policy with monthly mode, initial two monthly premiums shall be paid, other than premiums, if any, required due to back dating of policy.
3. Extra 5% premium charged for monthly mode is waived under NACH (monthly) mode. If mandate of monthly mode policy is rejected by customer's bank, premium can be paid at cash counter only once along with fresh mandate form. If fresh mandate too is rejected or is not submitted, mode shall be changed to other frequency or to monthly with 5% extra.
4. At the time of opting for NACH for existing policy, all the premiums due till 15 days from current date in case of monthly mode and 30 days in case of other modes must have been paid.
5. Arrears of premium cannot be collected through NACH.
6. NACH mandate form can be submitted in any LIC Branch.
7. NACH facility can be opted only if bank from which premium is to be paid is on NACH board and bank account is CBS (core banking solutions) compatible.
8. Customer is not required to get the mandate attested or validated from is bank. Scanned copy of mandate will be sent to customer's bank for validation. Bank may charge some amount for validation/registration. The applicable charges may be enquired from the Bank.
9. Policy holder is advised to keep a Xerox copy of the mandate form, get a letter of NACH registration from LIC branch and verify correctness of details entered. **If any discrepancy is found, it should be immediately informed to the branch.**
10. In case the mandate is rejected by customer's bank for any one of the reasons enlisted in Annexure "A", a fresh mandate should be submitted to LIC.
11. NACH deduction can commence only after mandate is accepted by customer's bank and acceptance is updated in LIC's database. If any premium falls due in the meanwhile, the same shall be paid at cash counter or through alternate channel by the customer.
12. Debit dates for deduction of premium will be fixed on the basis of date of commencement of policy, as follows:

Date of commencement	NACH debit date
1 st to 7 th	7 th of the due month
8 th to 15 th	15 th of the due month
16 th to 22 nd	22 nd of the due month
23 rd to 28 th	28 th of the due month

13. Payment of premium for NACH mode policies is restricted at cash counter as well as through alternate channels. It is allowed only till NACH is pending for acceptance from bank or NACH deduction dishonours or grace period is over without receiving premium in NACH.
14. If the NACH deduction is dishonoured, premium is to be paid at any LIC branch's cash counter in cash or by DD or through alternate channel with dishonoured charges (levied by LIC only when reason of dishonour is "insufficient funds" or "account closed" and late fee, if any. For dishonours, banks too may charge some amount as per their rules.