

Pradhan Mantri Jeevan Jyoti Bima Yojana

Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) is a one year life insurance scheme being offered by the LIC (Life Insurance Corporation) of India and other private insurance companies through the Public and Private Sector banks. The scheme offers a life cover of Rs. 2 Lakh life cover in case of loss of life due to any reason up to the age of 55 years. With the launch of the scheme, government aimed at creating a social security system, targeted especially for the poor and under-privileged category of society.

Eligibility

- Any Indian resident within the age group of 18-50 years can join the scheme.
- The aspirant should have an active saving bank account.
- The subscriber should give a written consent to the bank for auto debit of premium amount.
- The subscriber will have to maintain required balance in the bank account at the time of auto debit on or before 31st May every year.
- The applicants will have to give a self certification of good health at the time of subscribing for the insurance cover.
- The subscriber will have to make a self declaration at the time of availing the scheme that he/she is not suffered from any acute or critical illness.

Features

- Yearly basis life insurance cover of Rs. 2 Lakh at a premium of just Rs. 330.
- Easy to join, maintain, exit and re-join.
- Available for all Indian citizens within age group of 18-50 years.
- PMJJBY is being offered by LIC of India and other private insurance companies while the participating bank remaining the Master policy holder.
- It covers death due to any cause even including murder or suicide.
- Auto debit facility for the premium amount, no need to manually deposit the premium every year.

Termination of Assurance

The assurance on the life of the member shall terminate on any of the following events and no benefit will be payable under the following scenarios:

- On attaining age 55 years (age neared birth day) subject to annual renewal up to that date (entry, however, will not be possible beyond the age of 50 years).
- Closure of account with the Bank or insufficiency of balance to keep the insurance in force.
- In case of multiple coverage under the scheme, insurance cover will be restricted to Rs. 2 Lac and the premium shall be liable to be forfeited.

Benefits

- PMJJBY provides a death coverage of Rs2,00,000 to the beneficiary of the policy in the case of the sudden demise of the insured person.
- As PMJJBY is a pure term insurance plan, it does not offer any maturity or surrender benefit.
- The premium paid towards the policy is eligible for tax benefits as under section 80C of the Income Tax Act.
- PMJJBY provides a risk coverage of 1 year. However, as this is renewable policy, it can be renewed yearly.