

Change in Nomination

Nomination is the process by which, the Life Insured proposes the name of the person(s) to whom the sum insured should be paid by the life insurance company on death of the Life Insured during the term of the Policy.

The Life Insured can nominate one or more than one person as a Nominee. A Minor can be a Nominee but an Appointee has to be appointed to receive the Policy money in the eventuality of the death of the Life Assured during the minority of the nominee.

For effecting a change in nomination, a change of Nomination Form (Fig1.1) should be duly filled and sent to the nearest SBI Life Branch.

Fig 1.1 Nomination cum endorsement Form

Important Points on Nomination

- In case the Nominee dies before the Life Assured, the Life Assured has the right to make a fresh nomination in favor of another person(s).
- In case of death of the Nominee happening after the death of the Life Assured but before receiving the Policy Claim Amount, the Nomination stands ineffective and the Claim Payout would be done to the legal heirs of the Life Assured.
- Life Assured can change the nomination during the term of the Policy without consent of the Nominee.
- Under ULIP Child Products, Nomination change is allowed only on the death of the Beneficiary child originally named in the policy.
- Nomination should preferably be in favor of close blood relatives only.
- Nomination is not allowed under Assigned Policies and Assignment of Policies cancels persisting Nomination.
- Nomination is not allowed for policies issued under the Married Women Property Act , Hindu Undivided Family (HUF) and Minor Life Policies (Policies taken on the life of a Minor Life Assured till the Minor Life Assured turns Major)
- Assignment of policy will lead to cancellation of existing nomination available.