

Presentation on LIC's New Group Superannuation Cash Accumulation Scheme



Advantages with LIC for Pension Management

- **Only Public Sector Life Insurer**
- **Funds Invested with LIC enjoy Sovereign Guarantee, whereby funds are fully secured.**
- **LIC managing more than Rs 5,60,000 crore fund under employee benefit scheme with Total AUM of 24 Lac Crores.**
- **LIC has proven track record of giving competitive & sustainable return on fund year to year.**

Advantages with LIC for Pension Management

- LIC is the only insurer which is having the experience of managing more than 28 Lac annuitants.
- LIC has online facility for master policyholder & its members to get the information their fund & annuity status.
- Direct deal with LIC, no intermediaries or commission payment.
- More than Market share of 70% in group business and more than 90% in annuity business

LIC'S New Superannuation Scheme (NGSCA)

UIN : 512N274V01

1. Defined Contribution Pension [DCP] Scheme
2. Non-Linked, Non –Participating employer
employee group Superannuation Cash
Accumulation Plan
3. Under DCP individual member wise Policy
Account shall be maintained

LIC'S New Superannuation Scheme (NGSCA)

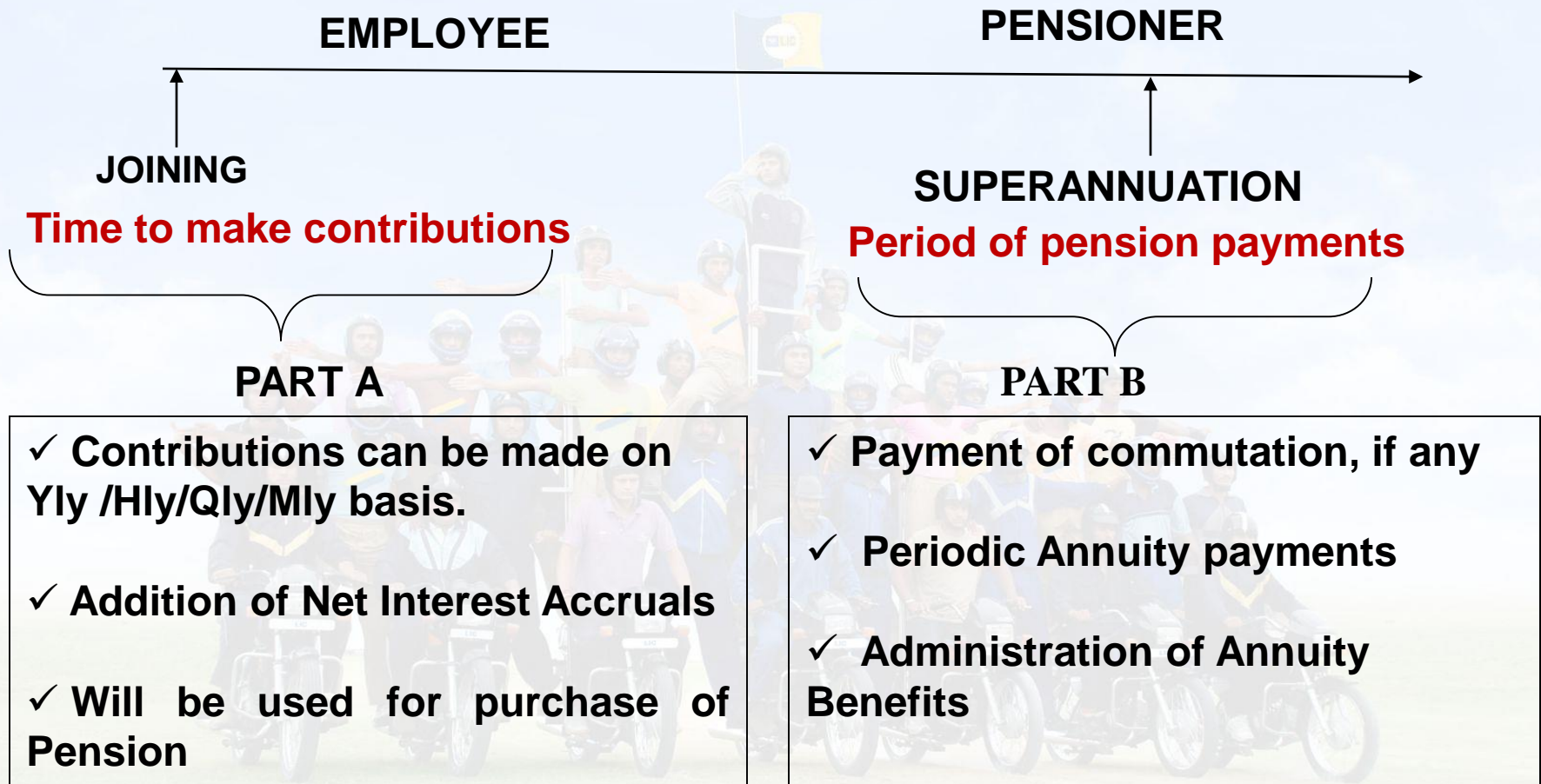
UIN : 512N274V01

Two Stages:

1. Accumulation Stage
2. Annuity Stage



Defined Contribution Pension Scheme



- ✓ Contributions can be made on Yly /Hly/Qly/Mly basis.
- ✓ Addition of Net Interest Accruals
- ✓ Will be used for purchase of Pension

- ✓ Payment of commutation, if any
- ✓ Periodic Annuity payments
- ✓ Administration of Annuity Benefits

Accumulation Stage :

- LIC maintain a running account employee wise which earns interest on the basis of daily closing balance.
- Interest shall accrue on quarterly basis
- Interest is paid from next day of deposit and up to the date of withdrawal
- Interest rate is declared in advance for the quarter

LIC'S New Superannuation Scheme (NGSCA) UIN : 512N274VO1

ACCUMULATION STAGE

CONTRIBUTION

EMPLOYER TO LIC
of India

ACCUMULATION OF FUNDS

INTEREST CREDIT

LIC OF INDIA as
Fund Manager

ANNUITY STAGE

CORPUS
(INTEREST
+CONTRIBUTION)

LIC OF INDIA AS
ANNUITY
PROVIDER

ANNUITY STAGE

1. Accumulated fund in account of employee is utilized to purchase of annuity as per scheme rules.
2. Every employee/ nominee shall exercise the option of type of annuity out of 10 options available.
3. Annuity amount will depends on Corpus, age, option & mode chosen.
4. Annuity once purchased will be the same for entire life of the annuitant except under option 7 which is pre defined increase of 3% p.a.

Annuity Options

Annuity for life

Annuity for life with return of Capital (ROC)

Annuity for 5 years certain & Life thereafter

Annuity for 10 years certain & Life thereafter

Annuity for 15 years certain & life thereafter

Annuity for 20 years certain & life thereafter

Annuity for life increasing at a simple rate of 3% p.a.

Annuity for life with 50% to spouse

Annuity for life with 100% to spouse

Annuity for life with 100% to spouse with ROC

Annuity Options

- 1. Annuity for life:-** Annuitant will get pension throughout his life and nothing will be payable thereafter. Corpus will also **NOT** be returned back.
- 2. Annuity for life with return of Capital (ROC):-** Annuitant will get pension throughout his life only. Corpus will be returned back to nominee.
- 3. Annuity for 5years certain & Life thereafter:-** Annuity will be payable for minimum 5years irrespective of existence of Annuitant. However if annuitant survives for more than 5 years, annuity will be payable throughout his life and nothing will be payable thereafter. Corpus will also **NOT** be returned back.

Annuity Options

- 4. Annuity for 10years certain & Life thereafter:-** Annuity will be payable for minimum 10years whether Annuitant survives or not. However if annuitant survives for more than 10 years, annuity will be payable throughout his life and nothing will be payable thereafter. Corpus will also **NOT** be returned back.
- 5. Annuity for 15 years certain & life thereafter:-** Annuity will be payable for minimum 15years whether Annuitant survives or not. However if annuitant survives for more than 15 years, annuity will be payable throughout his life and nothing will be payable thereafter. Corpus will also **NOT** be returned back.

Annuity Options

- 6. Annuity for 20 years certain & life thereafter:-**
Annuity will be payable for minimum 20years irrespective of existence of Annuitant. However if annuitant survives for more than 20years, annuity will be payable throughout his life and nothing will be payable thereafter. Corpus will also **NOT** be returned back.
- 7. Annuity for life increasing at a simple rate of 3% p.a.:-** Under this option, annuity payable will increase at a simple rate of @ 3% p.a. till he/she survives and it will discontinued after his or her death. Corpus will also **NOT** be returned back.

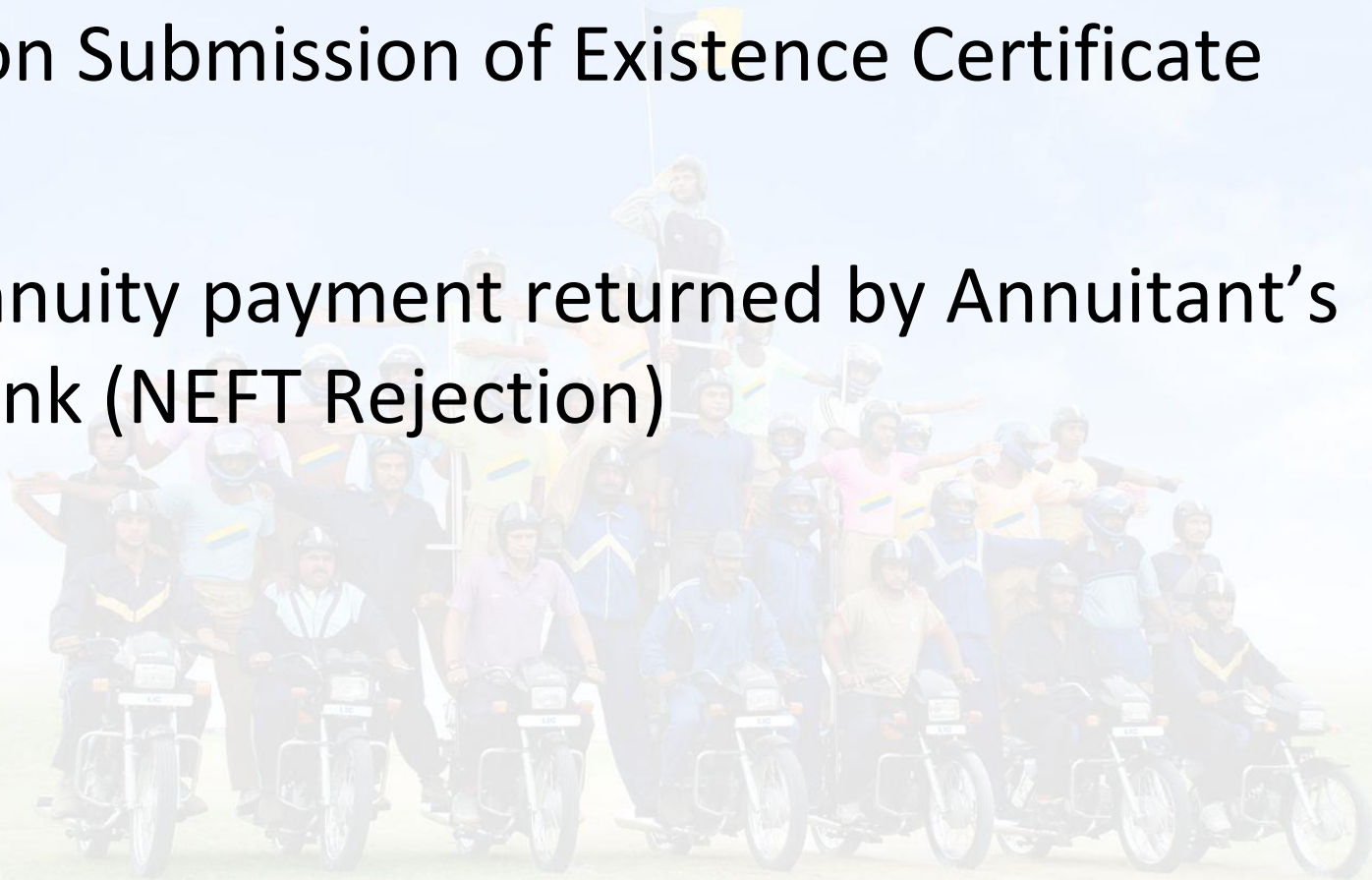
Annuity Options

8. **Annuity for life with 50% to spouse:-** Annuitant will get pension throughout his life and thereafter 50% of the annuity will be payable to spouse throughout his/her life. Nothing will be payable thereafter. Corpus will also **NOT** be returned back.
9. **Annuity for life with 100% to spouse:-** Annuitant will get pension throughout his life and thereafter same annuity will be payable to spouse throughout his/her life. Nothing will be payable thereafter. Corpus will also **NOT** be returned back.
10. **Annuity for life with 100% to spouse with ROC:-** Annuitant will get pension throughout his life and thereafter same annuity will be payable to spouse throughout his/her life. Thereafter Corpus will be returned back.

- Annuitant is required to submit the Existence Certificate:-
 - ROC cases: In Every 5 years
 - Other : Every Year
- Annuity Certificate may be signed by LIC Class 1 Officer / Gazetted Officer/ Registered Medical Practitioner with Registration No. or Bank Manager with Seal

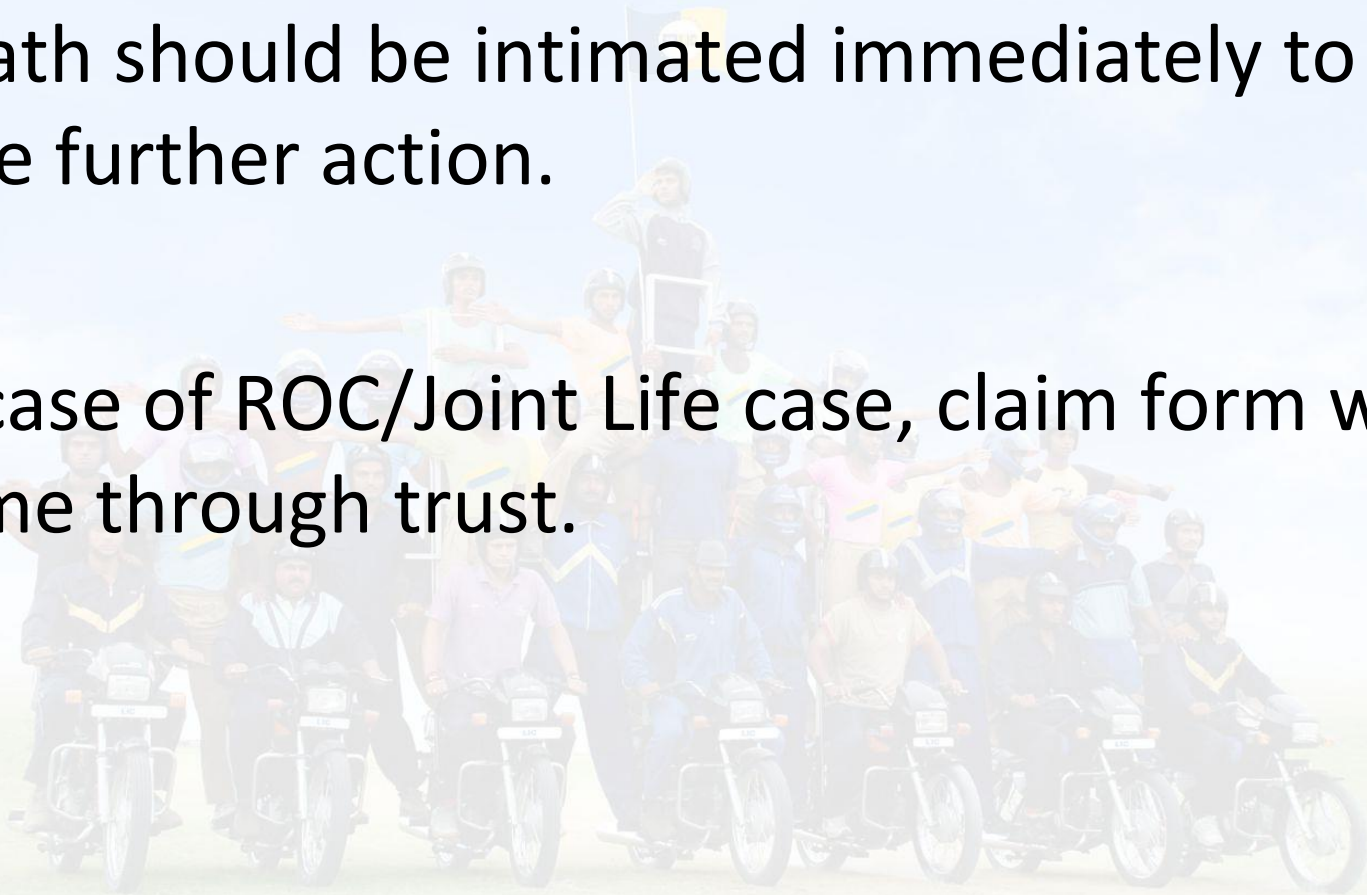
STOPPAGE OF ANNUITY

- Non Submission of Existence Certificate
- Annuity payment returned by Annuitant's Bank (NEFT Rejection)



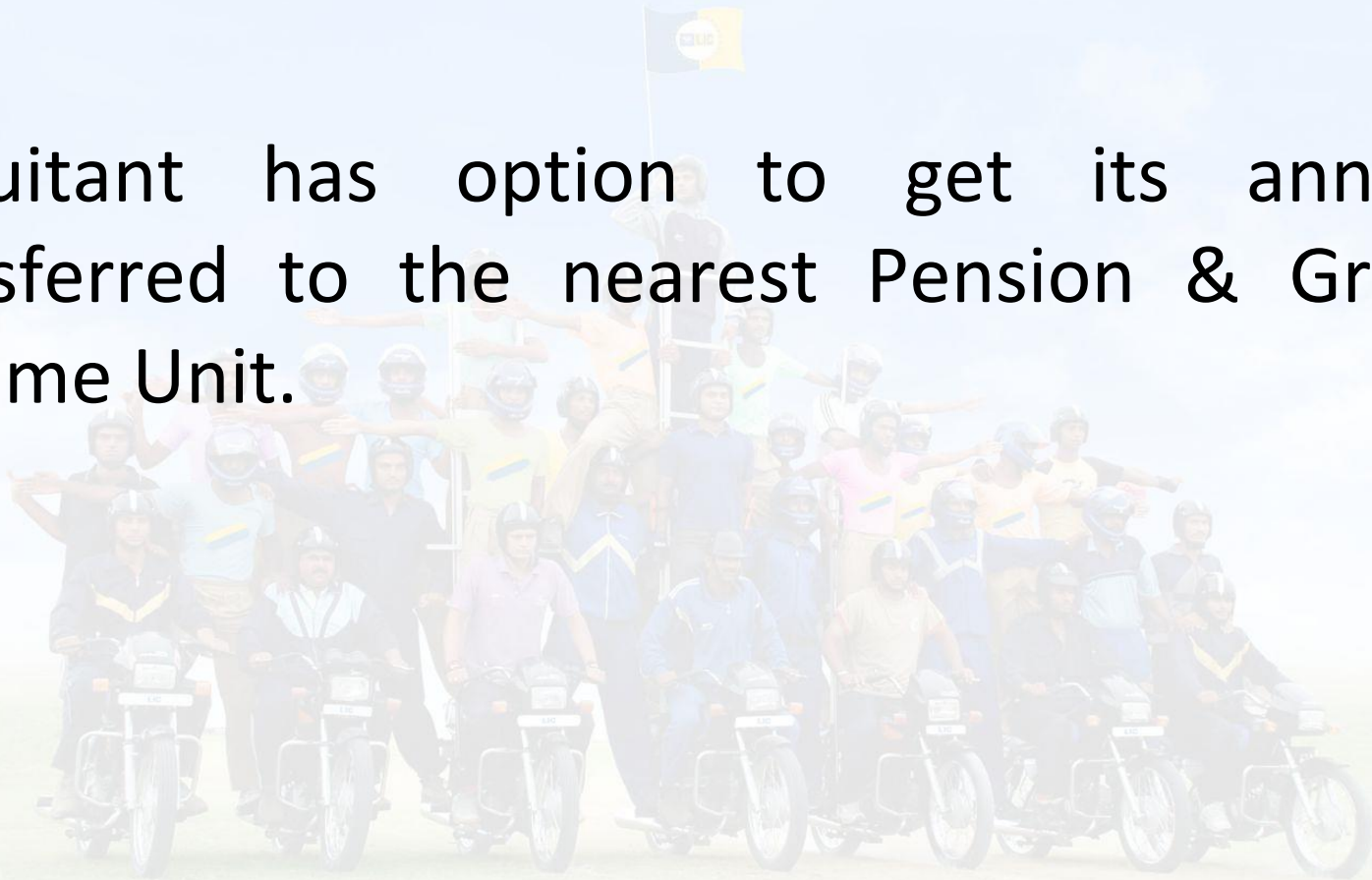
DEATH OF ANNUITANT

- Death should be intimated immediately to take further action.
- In case of ROC/Joint Life case, claim form will come through trust.



TRANSFER OF ANNUITY

Annuitant has option to get its annuity transferred to the nearest Pension & Group Scheme Unit.



Point to be considered while submitting the forms

- General Information (KYC) should be properly filled up.
- Option and mode chosen should be clearly mentioned. Option once given can not be changed.
- Bank Details should be clearly mentioned
- Claim Form and discharge Form should be signed by Annuitant and Trustees/authorized signatory.

Point to be considered while submitting the forms

- Required Important Data:

- Name of Annuitant
- Address along with Address Proof
- Date of Birth along with Proof
- Date of Leaving of service
- Copy of Bank Passbook/Copy of Cancelled cheque
- Copy of PAN Card,
- Copy of Aadhar Card
- Date of Birth of Spouse along with Proof (In ROC Cases)
- Copy of PAN Card & Aadhar of Spouse (In ROC Cases)

Thankyou

