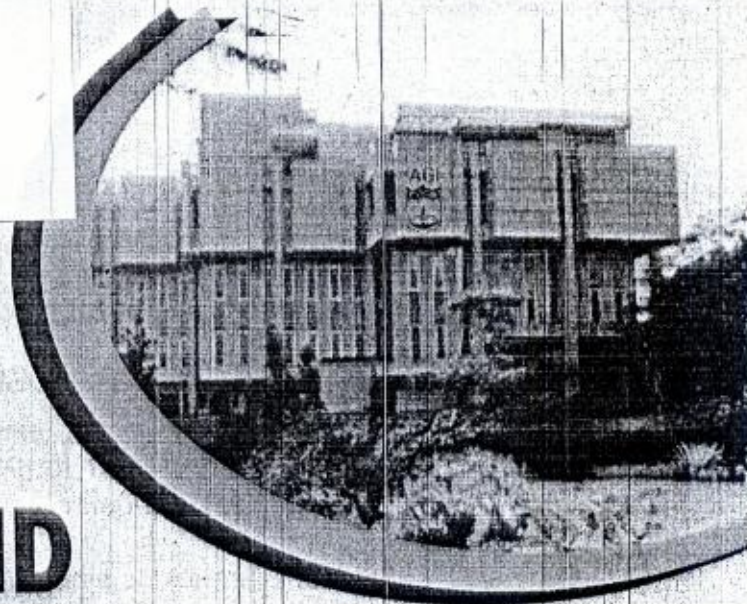




ARMY GROUP INSURANCE FUND



JANUARY 2015

AGI NEWSLETTER



From MD's Desk.....

Our Newsletter is a bridge which helps us to connect and reach out to the environment, highlighting improvements in existing schemes and introduction of new schemes.

We are pleased to inform that the Board of Governors has approved interest and annual bonus on Member Maturity Fund for the Financial Year 2015-16 as 9 per cent and 1.5 per cent respectively. We assure our members that AGIF will use its wisdom and experience to keep providing optimum maturity benefits.

Of late, there were several requests from the environment to increase the limit of House Building Advance, as the cost of flats of AWHO and other reputed builders, especially in metros, had escalated substantially. The Board of Governors in their meeting approved increasing of the limit of House Building Advance, from ₹ 35 lacs to ₹ 45 lacs or 85 percent of the cost of house whichever is less, wef 01 Sep 2014. The additional insurance cover for Aviation officers has been doubled from ₹ 3.5 lac to ₹ 7 lac without interest in the subscription.

The 66th Board of Governors has also approved revision in Extended Insurance Scheme from existing validity of "26 years after retirement or 75 years of age, whichever is earlier" to "30 years after retirement or 80 years of age whichever is earlier" for a sum assured of ₹ 10 lac and ₹ 5 lac for officers and JCOs/OR respectively with a one-time increased refundable premium, in respect of members retiring wef 01 Jan 2015.

AGIF provides optimum risk coverage to its members and also provides adequate maturity amount which is built over a period of time with compounded rate of interest and yearly bonus thus augmenting the financial resources of retirees and assist them in their rehabilitation into the civil society post retirement.

The global economic scenario is trending back towards normalcy. Indian economy is on an upswing with markets, as per analysts, in a longish "Bull Run". Recovery of global and domestic economy will result in lowering of interest rates. AGIF has remained steadfast in exercising financial prudence and in optimising returns along with safety of funds during turbulent and challenging times. It will endeavor to continue doing so to the benefit of all our members.

(S P Rai)
Maj Gen (Retd)
MD

38 YEARS OF DEDICATED SERVICE

INTRODUCTION

1. The Army Group Insurance Fund is a society registered with the Registrar of Societies under the Registration of Societies Act, (Act XXI) of 1860 with the following objectives :-
 - (a) To provide life insurance cover to Army personnel against all risks including war/ warlike situation.
 - (b) To provide lump sum maturity benefit at the time of retirement to augment the resources for resettlement.
 - (c) To provide any other benefits as may be decided by the Board of Governors from time to time.
2. Since, its inception in 1976, AGIF has come a long way and has introduced many schemes keeping in view the socio-economic conditions and needs of Army personnel and their families. The present AGIF schemes are listed below:-
 - (a) Life insurance cover for Regular Army personnel.
 - (b) Insurance cover for Territorial Army personnel.
 - (c) Insurance cover for Army Postal Service and Defence Service Corps personnel.
 - (d) Additional insurance cover for Army Aviation pilots.
 - (e) Insurance cover for cadets at NDA, IMA, OTAs, CTWs at CME/ MCTE/ MCEME, AFMC and students of Command Nursing Schools.
 - (f) Post retirement Extended Insurance scheme.
 - (g) Disability benefit.
 - (h) Maturity benefit.
 - (j) Final withdrawal from maturity benefit.
 - (k) Ex gratia disability allowance to severely handicapped and disabled officers and JCOs/ OR.
 - (l) Sustenance Allowance to differently abled children of service personnel dying in harness.
 - (m) Conveyance Advance scheme.
 - (n) House Building Advance scheme.
 - (o) Personal Computer Advance scheme.
 - (p) Conveyance and House Building Advance linked group life insurance scheme.
 - (q) Loan from maturity in last two years of services.
 - (r) Social Security Deposit scheme for widows and minors.
 - (s) AGIF Scholarship scheme.

BENEFITS WHILE IN SERVICE

3. Insurance cover has been enhanced substantially as under:-
 - (a) **Insurance Cover for Regular Army Personnel.** With effect from 01 Sep 2013, officers and JCOs/ OR are covered for ₹ 50 lac and ₹ 25 lac for a monthly subscription of ₹ 5,000/- and ₹ 2,500/- respectively. Out of the monthly subscription, 84.26% i.e. (₹ 4212.98) and

85.34% i.e. (₹ 2133.57) is the saving component of the officers and JCOs/ OR respectively which is paid to the members at the time of retirement/ release/ discharge with compound rate of interest.

(b) **Insurance Cover for APS Personnel.** With effect from 01 Sep 2013, officers and JCOs/OR are covered for ₹ 50 lac and ₹ 25 lac for a monthly subscription of ₹ 5,190/- and ₹ 2,525/- respectively.

(c) **Insurance Cover for Defence Security Corps (DSC) Personnel.** With effect from 01 Sep 2013, DSC personnel are covered for ₹ 25 lac for a monthly subscription of ₹ 2,590/-.

4. **Territorial Army Group Insurance Scheme (TAGIS).** With effect from 01 Apr 2012, officers and JCOs/ OR are covered for ₹ 30 lac and ₹ 15 lac for a yearly subscription of ₹ 30,000/- and ₹ 15,000/- respectively. Out of the yearly subscription, 71.23% and 71.73% is the saving component of the officers and JCOs/ OR respectively which is paid to the members at the time of retirement/ release/ discharge with compound rate of interest. The annual subscription is as follows :-

(a) **Officers.**

Category	Subscription Amount
Officers being embodied for the first time on or after 01 Apr 2012 (TA Commission).	₹ 60,000/- (One year extra premia as per Govt of India, Min of Def letter No 24(1)/83/D(Pay) Services dt 01 Oct 1984 and SAO 11/S/86).
Officers holding TA Commission, but being embodied on or after 01 Apr 2012 during the year 2012-13.	₹ 30,000/-.
Officers who have already paid the annual premium of ₹ 20,000/- for the year 2012-2013 as per old rates and are still on active strength.	₹ 30,000/- minus ₹ 20,000/- = ₹ 10,000/- (to be recovered as balance premium and remitted to AGIF).

(b) **JCOs/ OR.**

Category	Subscription Amount
JCOs/ OR being embodied for the first time on or after 01 Apr 2012 (New recruits).	₹ 30,000/- (One year extra premia as per Govt of India, Min of Def letter No 24(1)/83/D (Pay) Services dt 01 Oct 1984 and SAO 11/S/86).
JCOs/ OR being embodied on or after 01 Apr 2012 during the year 2012-2013. Since the increase of insurance is effected from 01 Apr 2012.	₹ 15,000/-.
JCOs/ OR who have already paid the annual premium of ₹ 10,000/- for the year 2012-2013 as per old rates and are still on active strength.	₹ 15,000/- minus ₹ 10,000/- = ₹ 5,000/- to be recovered as balance premium and remitted to AGIF.