



**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Insurance - A.P.G.L.I. Fund Rules - Deletion of deeming provisions from Fund rules - Rule No. 23 of A.P.G.L.I. Rules - Orders - Issued.

FINANCE & PLANNING (FW.ADMN.II) DEPARTMENT

G.O.Ms.No. 107

Dated : 15-04-1995

Read the following :-

1. Govt. Memo.No. 25892-A/66/Al/Admn.II/87, dated 28-9-1987.
2. G.O.Ms.No. 198, Fin.&Plg. (FW.Admn.II) Dept., dt.12-7-1991.
3. Govt. Memo. No. 16156-B/23/Admn.III/88, dated 22-5-1992.

ORDER :

APUS

In the G.O. 2nd read above, Government have constituted a committee to review the working of the A.P.G.L.I. scheme and make suitable recommendations thereto.

In the Government Memo. 3rd read above, it was ordered the Director of Insurance to send detailed notes on all the proposals pertaining to the amendments as on date the A.P.G.L.I fund for placing before the committee.

In the Government Memo. first read above, the Director of Insurance has been requested to send proposals for deletion of deeming provisions from Fund Rules to avoid hardship to the policy holders.

In this connection, the Director of Insurance has reported that according to the provisions of rule 23 of A.P.G.L.I fund rules, if the insured failed to communicate which of the alternatives provided in rule 22 within three months, he shall be deemed to have agreed to accept the surrender value of his policy. Therefore, he has proposed to amend the rule that if the Insured discontinues payment of premium, but fails to communicate which of the alternatives provided in Rule 22 is elected by him before the policy results into a claim, such policy is deemed to have been either surrendered or paid up whichever alternative is more beneficial to the policy holder.

The Committee has gone into the details of the amendment and recommended to accept the same.

After careful examination of the recommendations of the Committee and Government hereby order that if the Insured discontinues payment of premium but fails to communicate which of the alternatives provided in Rule 22 is elected by him before the policy is deemed to have been either surrendered or paid up whichever alternative is more beneficial to the policy holder.

Necessary amendments to the A.P.G.L.I. Fund Rules will be issued separately.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

P.V. BHIDE
Secretary to Government

