



भारतीय जीवन बीमा निगम
LIFE INSURANCE CORPORATION OF INDIA

CENTRAL OFFICE, YOGAKSHEMA, J B MARG, PB NO 19953, MUMBAI

Dept: Underwriting & Reinsurance

Ref: U&R / 129 / 2015

3rd December, 2015

All HODs of Central Office
All Zonal Offices
All Divisional Offices
All P&GS Units
All Branch Offices & Satellite Offices (Through Dos)
Audit & Inspection Depts of Zonal Offices
MDC, ZTCs, STCs, NIA

Re- Non levy of service tax on premium income received from the NRIs and FNIOs

We are in receipt of communication from F&A Department regarding above mentioned subject. The same is reproduced herewith.

The Corporation has started collecting service tax on premium from the policyholders including NRIs on all the new policies issued from 01.01.2014. However, the Service tax provisions state that if the NRI (service recipient) is located outside India, then in that case the service tax cannot be levied on the premium income received from the NRIs. In view of the provisions of the Service Tax Act, the Competent Authority has approved the procedure to be followed by the Corporation allowing service tax exemption to the NRI policyholders after obtaining the necessary address proof from him.

Following is the list of documents which are required to be obtained from the NRI proposer along with proposal form to allow the benefit of service tax exemption:

1. Proof of residence that the policyholder was residing outside India (any one of the documents)
 - Attestation by Attorney / Indian Embassy affirming the place of residence
 - Rent / ownership agreement of the place of residence
 - Latest utility bills
2. A self Declaration stating that he / she is not a resident of India in that year
3. Passport copy that reflects the trips to India in that year

The same guidelines are applicable to Foreign Nationals of Indian origin also.

You are requested to ensure that the documents mentioned above are obtained from NRI and FNIO proposers to allow benefit of service tax exemption.

All other underwriting rules remain unchanged.

Executive Director (Underwriting & Reinsurance)