To Date: 15/11/2014

The President / Secretary

All India Insurance Employees’ Association

No.8,OTC Road, Bangalore-560002

Respected Sir,

Sub : Agitation programme for Omission of TDS & Withdrawal of Service Tax from

LIC Policies, Introduction of Children Policies as well as protest against Amendment

in Sec. 40, 40 (2), 40(a), 44 of Insurance Laws ( Amendment) Bill,2008

It is a rare situation which LIC Agents as well as Field Workers of LIC are facing since last 10 months that LIC introduced Service Tax on New Policies by the govt. which LIC forced as imposition on Policy holders. Even In Barishtha Pension Yojona or Jeevan Akshay-VI there is no Life Risk cover given by LIC to their valued policy holders but service tax has been imposed.

Recently Govt. has introduced TDS on LIC Maturity proceed, SB as well as Surrender payment & directed officials to deduct income Tax from claim amount with retrospective effect from LIC policy holders. Now the question is that if object of LIC was to give Social Security towards the people of the country then why TDS from claim amount ?

We are observing that from 1st january’14 no such Children Policies (below 8 years) or exclusive Female life or Joint Life policies & above 55 years age segment has not been introduced by the Corporation but many promises were given by the authorities that such new product are in the pipe line.

This is also to put on record that since last six (6) years our Federation opposing such serious Amendments in Insurance laws

( Amendment) Bill 2008 & represented in various level to restore the sections like 40., 40(a), 40(2), 44 & 45 as it is which is very much related to Insurance agents’ commission & assurance was given by the govt. that our agency force will not be ruined. But it is utter surprising to all of us that again govt. is trying to amend or omit some old sections by means of introducing new sections in the said Bill. These steps of Govt. will seriously hamper Insurance Industry. Life Insurance Corporation of India was leader but now lagging behind in the race as Private Insurers are gradually picking up with support of new products.

In view of all this happenings LIAFI Central Secretariat has taken resolution & decided to show their protest against the wrongful steps of Govt. as well as IRDA with peaceful demonstration in all Branches, Divisional Offices, Zonal Offices, Central Office of LIC as well as to arrange a Big gathering of Insurance Agents at JANTAR MANTAR, Delhi to apprise the Parliamentary Members of the fact and to attract the GOVT. on this issue on 9th December’14 for their valuable consideration. We are hereby giving our detailed programme for your whole hearted support & request you to please encourage us by means giving instructions to down line leaders for their august presence in every level of our Agitation. Hope you will participate in our programme in every level & share your thoughts & ideas for survival of 12 Lacs of LIC agents as well as the employees of LIC throughout the country.

Sincerely Yours,

Shyamal Chakraborty

Secretary General