

IIISLA BENEVOLENT FUND
(Annual Report as on 2017-18)

Pursuant to Sub clause 7F of Rules & Regulation of IIISLA Benevolent Fund, the administrative body of the IIISLA Benevolent Fund is pleased to release its second interim report to apprise its member on the progress and Income & Expenditure account as on 28.02.2018.

1. INTRODUCTION

1.1 Further to the council meeting on 26.03.2016 at Kanpur and adoption of Extra Ordinary Meeting (EGM) resolution for formation of 'IIISLA Benevolent Fund' and adoption of its 'Rules & Regulations', birth of this noble service to IIISLA member took place. The scheme of 'IIISLA Benevolent Fund' was launched on 01.04.2016. In line of resolution each member has to contribute one time membership/ admission fee of Rs. 2000.00 for corpus fund and annual subscription of Rs. 1000.00.

1.2 The benefits under the fund are Rs. 5,00,000 (five lacs) for natural death claim and Rs. 2,00,000 (two lacs) for critical disease as defined in 'Rules & Regulation'.

1.3 On 30.03.2016 by order of IIISLA President first Fund Administrative Body was constituted as per by laws.

1.4 Function of the fund administrative body is to supervise the overall fund management including recommendation of claim to IIISLA – Admin for payment. It also studies member suggestions for improvement in fund operations and made recommendations to council from time to time.

2. FUND PERFORMANCE IN 2016-17

A detail annual report on this was already released and available on IIISLA.CO.IN.

3. CHANGES MADE FOR 2017-18

Following changes were recommended by the IBF Administrative Body (2016-17) in its first meeting at Mumbai, keeping in view members feedback.

- The fund was open for members between 70 – 75 years age band with 50% benefits in case of death claim.
- Range of critical illness was increased and following are added to expend the coverage:-
 1. Permanent Paralysis of two or more limbs.
 2. Coma, if prolonged after 30 days.
 3. Stroke excluding (TIA) & Traumatic injury of brain.
 4. Benign Brain Tumor.
 5. Open heart replacement.
 6. Brain surgery.

Above are in addition to

- i) Lever cirrhosis
- ii) Cancer
- iii) Kidney transplant
- iv) Liver transplant
- v) Heart Bypass Surgery

4. **DOCUMENTATION**

- 4.1 In some cases IBF admission form found missing, therefore, in order to ascertain the name of the nominee, affidavit is obtained from all legal heir for smooth and flawless passage of claim settlement.
- 4.2 In some cases there was delay in subscription received, deposit & cleared in IIISLA bank A/c. If something happens during that period then the balance in member bank A/c to the extent of subscription amount will be consider as proof of payment.

5. **CLAIM SETTLEMENT TIME**

IBF Committee feels that the time taken between documentation and settlement needs improvement. It should have a TAT of not more than 7 days after the receipt of all claim documents.

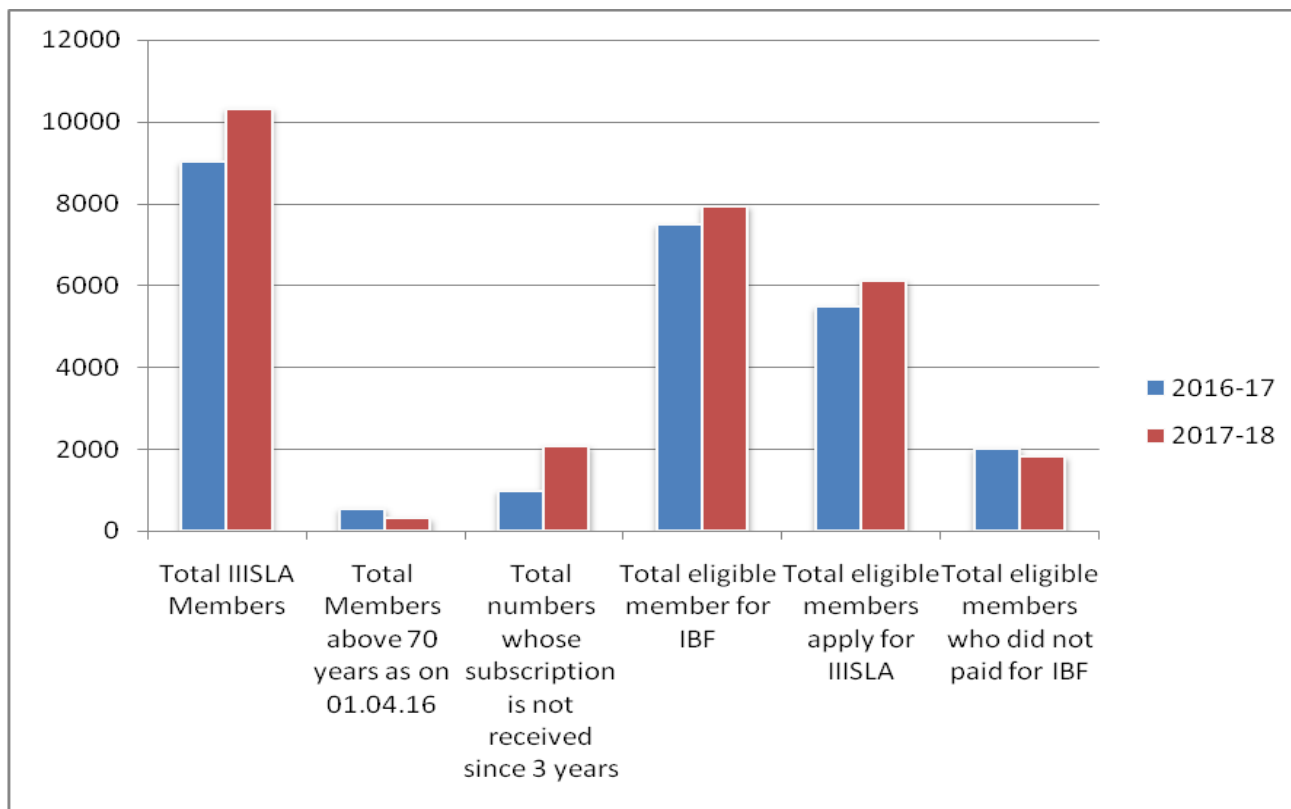
The Committee feels that respective Zone/Chapters/Units should cooperate in achieving this goal.

It is recommended that in case of a claim the nearest representative of Zone/Chapter/ Units should get in touch with the member family immediately and help them in completing all the claim documents.

6. **FUND PERFORMANCE IN 2017-18 (till 28.02.2018)**

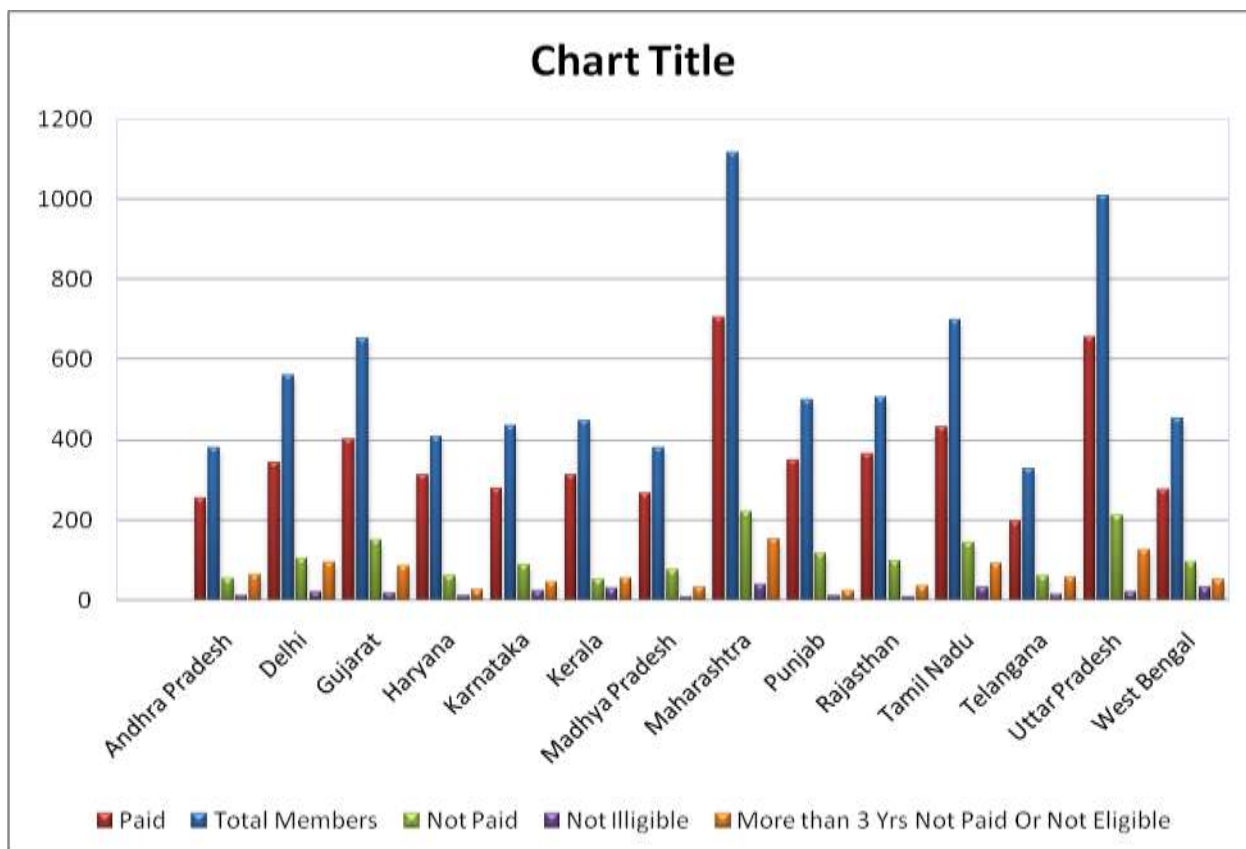
6.1 **Membership**

	<u>2016-17</u>	<u>2017-18</u>
a Total IIISLA Members	9013	10320
b Total Members above 70 years as on 01.04.16	544	---
c Total Members above 75 years as on 01.04.17	---	306
d Total numbers whose subscription is not received since 3 years	987	2072
e Total eligible member for IBF (a-b-c-d)	7482	7942
f Total eligible members apply for IIISLA	5471	6125
g Total eligible members who did not paid for IBF	2011	1817



(The graphical presentation shows increasing trend in IBF membership in 2017-18)

6.2 State wise membership



(State wise membership has also improved in 2017-18)

6.3 Claim Status

Claims Pending & Settled in F.Y 2017-18				
S.N.	NAME	NATURE OF CLAIM	CLAIM AMOUNT	Status
1	Lajpat Rai Munjal	Death	500000.00	Settled
2	Satish Narain Agarwal	Cirtical Illness	200000.00	Settled
3	Rama Naidu Konisi	Death	500000.00	Settled
4	Indramal Paharia	Death	500000.00	Settled
5	Vinod Kumar Bhardwaj	Death	500000.00	Settled
6	Satish Narain Agarwal	Death	250000.00	Settled
7	Ashok Kumar	Death	500000.00	Settled
8	Mohd.Khalid	Death	500000.00	Settled
9	P.Vaddivelue	Cirtical Illness	200000.00	Settled
10	Jayant Sampat	Death	250000.00	Settled
11	Vasant Kumar Kuikarni	Death	500000.00	Settled
12	C Rammamurthy	Death	250000.00	Settled
13	Yog Raj	Death	500000.00	Settled
14	S Ramachandran	Death	500000.00	Settled
15	Rajinder Kumar Sharma	Death	500000.00	Settled
16	Rangarajan Chakrapani	Medical	98038.00	Settled
17	Gautam Panchal	Cirtical Illness	200000.00	Pending
18	Vivek Tiwari	Death	500000.00	Pending
19	Jaychander Viswanathan	Death	500000.00	Pending
20	Anil Kumar Jain	Death	500000.00	Pending
21	Avinash Devchand Lingarkar	Cirtical Illness	200000.00	Pending
22	Santosh Kumar Gupta	Death	500000.00	Pending
23	Shakti Vardhan	Death	500000.00	Pending
24	Bhaba Ranjan Chakarrverty	Death	500000.00	Pending

6.4 Financial Status

RECEIPTS		PAYMENTS	
PARTICULARS	AMOUNT	PARTICULARS	AMOUNT
TO OPENING BALANCE IN SBH	873029.00	BY CLAIM PAID	6248038.00
TO IBF SUBSCRIPTION FEE RECEIVED IN IISLA AXIS BANK	617734.00	BY CLAIM PENDING	3400000.00
TO IBF SUBSCRIPTION FEE RECEIVED	7250000.00	BY NEW F.D.	3000000.00
		BANK CHARGES	1401.00
TO IBF ADMISSION FEE RECEIVED	2491000.00	IBF Subscription with IISLA AXIS Bank Account	1041009.00
		BALANCE IN SBH	265315.00
(EXCESS OF PAYMENT OVER RECEIPTS)	2724000.00		
TOTAL	13955763.00	TOTAL	13955763.00

Notes - Interest received on FD/SB Bank Deposit not included in the above statement, the figures are subject to change in final audit report.

6.5 Investments

The council is alive to its member expectation for safety & security of the corpus fund. For this fixed deposit in nationalized bank are made in the denomination of 5.00 Lacs and 2.00 Lacs to earn maximum interest income.

2016-17

S.N.	FDR Amount	No. of FD's	Total Amount	Maturity Amount
1	200000	18	3600000.00	3875680.00
2	500000	21	10500000.00	11296207.00
			14100000.00	15171887.00

2017-18

S.N.	FDR Amount	No. of FD's	Total Amount	Maturity Amount
1	500000	6	3000000.00	3207684.00

(It could be seen that due to high claim ratio in 2017-18, the investment fell short as compared to 16-17.)

7. **PROJECTIONS**

7.1 There is huge rise in death claims as compared to 2016-17. This can be seen by chart below:

2016-17			2017-18		
Nos. Of Death	Critical illness	Amount Paid	Nos. Of Death	Critical illness	Amount Paid/ due
5	2	2200000	19	5	964803800

7.2 The claim experience in 2017-18 was not encouraging as compared to 2016-17. There was a steep rise in death claim. This has put extra pressure on IBF corpus fund. We have examined the projected death claim for 2018-19 as per trend in 2017-18 as per table below-

Age band in years	2017-18		2019 Projections	
	No. of Members	No. of Claims	No. of Members	No. of Claims
20-30	130	NIL	89	NIL
31-40	840	NIL	731	NIL
41-50	2667	4	2443	4
51-60	2549	5	2764	5
61-70	1431	7	1446	7
71-75	495	2	569	2

As per above the claim ratio seen to follow the same trend. The IBF committee has therefore, restructured the claim outgo as per below-

S.No.	Description	Compensation
1.	Members below 60 years	500000.00
2.	Members between 60 to 75 years	250000.00
3.	Members above 75 Years	125000.00

7.3 On utility front the fund still outsmart any other insurance product in the market with '0' conditions of pre-existing disease and age loading. The annual subscription is so far the cheapest by any standard if compared with any product in the market.

8. Members feed back

IBF committee is regularly receiving suggestions from members, a few are listed below:

- Death benefit to be increased from 5 Lacs to 10 Lacs with increase in annual subscription from 1000.00 to 2000.00.
- Death benefit to be increased from 5 Lacs to 7.50 Lacs with increase in annual subscription from 1000 to 1500.
- IBF should have its own logo.
- A certificate of membership to be issued for each IBF member.

Members are requested to send their feedback/suggestions to admin@iisla.co.in

(Above report is issued by BF administrative body as per provision of Benevolent Fund as per sub clause 7F of BF Rules & Regulations. The figures are provided by IISLA Admin. The BF Administrative body wishes sound health and long life of all members)