

## **Occupational Rating & Extra Premium**

(Vide C.O. circular Ref.:-Actl./1921/4 dated 17<sup>th</sup> December 2003)

The current underwriting practices regarding occupational ratings have been reviewed and it has been decided to issue the following guidelines :

### **Schedule of Occupational Rating**

Occupational extras to be charged in respect of persons (males or females) engaging in various occupations are given in Annexure I. Needless to add that no occupational extra will be chargeable in respect of occupations not mentioned in Annexure I.

### **Plans to be allowed when occupational extra is chargeable**

At present, plan involving higher term insurance element are not allowed when occupational extra is chargeable. It has now been decided to allow all plans including high risk plans, term insurance and critical illness cover subject to chargeable occupational extra as shown below :

- i. In respect of Table Nos. 2, 5, 8, 14, 48, 75, 89, 90, 91, 93, 95, 114, 136, 140, 149, 152, 154, 155, 156, 157, 160 & 162 occupational extra to charged will be as shown in Annexure I.
- ii. In respect of Table Nos. 43, 52, 58, 103, 121, 150 & 164 - occupational extra to be charge will be one and half times (1.5) the extra shown in Annexure I.
- iii. In respect of Table Nos. 88, 106, 107, 108 & 143- occupational extra to be charged will be two (2) times the extra shown in Annexure I.
- iv. In respect of Table No.133- occupational extra to be charged will be three (3) times the extra shown in Annexure I.
- v. Whenever Term Rider benefit is opted for (along with Table Nos. 14, 48, 75, 90, 93 & 162) additional occupational extra as per rating shown in Annexure I will be charged for Term Rider SA.
- vi. Whenever critical illness benefit is opted for (along with Table Nos. 14, 48, 88, 75, 90, 93, 133, 149 & 162), additional occupational extra as per rating shown in Annexure I will be charged for critical illness SA.

### **Exclusion Clause**

If a life to be assured does not want to pay occupational extra, his proposal can considered with out charging occupational extra subject to imposing the following Exclusion Clause No.86 :

***“ Not with standing anything with in mentioned to the contrary, it is hereby declared and agreed that if the death of the life assured shall occur as a result of or form any cause arising out of the life assured engaging in the hazardous occupation, the amount payable under the policy shall be limited to either -***

- i. ***A sum equal to the total amount of premiums (exclusive of extra premiums) paid under the policy, without interest, less any paid by the corporation in respect of bonuses in cash, portion of sum assured, or***
- ii. ***The surrender value of the policy,***

***Whichever shall be the greater but shall not exceed in any case the amount which would otherwise have been payable at death***

***Double Accident Benefit (DAB), permanent Disability Benefit (PDB) and Extended permanent Disability Benefit (EPDB)***

Whenever occupational extra is chargeable, DAB, PDB and EPDB will be allowed subject to imposing clause 85. The Wording Of clauses 85 are reproduced below for ready reference.

***“ Not with standing anything within mentioned to the contrary, it is hereby declared and agreed that Double Accident Benefit including Extended permanent Disability Benefit and disability benefit shall be not be applicable if the death or disability of the life assured shall take place as a result of accident while the life assured is engaged in the hazardous occupation. “***

**Applicability of the revised occupational extra :**

The scales of revised occupational extra will be made applicable to proposals received from the date of issue of the circular. There will however be no change in the occupational extra being currently charged under exiting policies.

**Occupational Questionnaire**

The occupational questionnaires currently in use have been revised. Annexure II gives revised questionnaires for :

<b>Occupation</b>	<b>Form Number</b>
General occupational Questionnaire	LIC03-500
Army personnel Questionnaire	LIC03-501
Aviation (Armed services) Questionnaire	LIC03-502
Aviation (Civil) Questionnaire	LIC03-503
Civil Gliding Questionnaire	LIC03-504
Navy personnel Questionnaire	LIC03-505
Diving (Armed services and commercial) Questionnaire	LIC03-506
Merchant Marine Questionnaire	LIC03-507

**The above instruction come in to force with immediate effect and will supercede all earlier instruction in this regard.**

## Annexure I

**Occupational Extra**

<b>Occupation</b>	<b>Occupation extra per thousand SA</b>
<b>Amusement &amp; sports</b>	
Horse racing jockeys (flat racing)	Rs.5.00
Jockey (hurdles), Riding boys	Rs.5.00
Gentlemen Riders, Trainers of horses, syces	Rs.5.00
Movie Picture production-stunt performers, cinema stunt actors & coaches	Rs.6.00
Polo players and Instructors	Rs.2.00
Professional Athletes: Bicycle racer, pugilists, boxers and wrestlers	Rs.2.00
Theatres: Acrobats, trapeze and other aerialists	Rs.6.00
Explorers	Refer to CUS

<b>Construction:</b>	
Scaffolder / steel erector (labourer) painter (exterior)	Rs.2.00

<b>Construction - Tunneling</b>	
Air compressor operator, Civil engineer, Engineering geologist, Structural engineer	std.
Dumper shovel driver, foreman (above ground) Mechanical shovel driver, Winch driver	Rs.2.00
Conveyor operator: Foreman (Below ground) Manhole maker, Power loader operator, Roof bolter, Timberman	Rs.3.00
Borer, Driller, Tunnel miner (No explosives) Tunneller (No explosives)	Rs.4.00
Shortfirer, Tunnel Miner (using explosives), Tunnel miner's labourer, Tuneller (using explosives)	Rs.5.00

<b>Climbing &amp; Mountaineering including Guides</b>	
Includes all forms of mountaineering and rock climbing and also caving and potholing	

Hill climbing / trekking / trampling / abseiling	Std.
Artificial climbing wall (ACW climbing)	Std.
Mountaineering and rock climbing-climbers & Guides	Refer to CUS
Everest / k2	Decline

<b>Drivers</b>	
Public carriers (passenger / goods) with national permit	Rs.2.00

<b>Manufacture</b>	
Acid-Lead burners working in vats or chambers	Rs.3.00
Explosive & Ammunition salvage and reconditioning department employees	Rs.2.00

<b>Marine Industry</b>	
Persons employed in submarines - including war risk	
Commissioned officer	Rs.8.00
Other rank	Rs.11.00
Persons employed in submarines- Excl. war risk (clause 75)	
Commissioned officer	Rs.5.00
Other rank	Rs.6.00
Divers - Where period under water exceed 90 minutes with clause 74 excluding risk of salvaging	Rs.4.00

<b>Merchant marine</b>	
Person employed on ships carrying oil and other inflammable products	Rs.2.00

<b>Mines</b>	
Employed on ship for more than 18 hours per week underground (only Endowment & whole life plans), underground rescue workers, short firer in colliery	Rs.2.00

### Motor cycle sport - circuit racing

Closed, restricted or national events		
Engine Capacity	Events per annum	Ratings
≤ 125cc	1 to 12	Rs.2.00
	13 to 30	Rs.4.00
150 to 300cc	1 to 6	Rs.2.00
	7 to 12	Rs.4.00
	13 to 20	Rs.6.00
	21 to 30	Rs.10.00
≥ 350cc	1 to 6	Rs.4.00
	7 to 12	Rs.8.00
	13 to 20	Rs.10.00
	21 to 30	Rs.15.00
International events: IC		

<b>Oil &amp; Natural Gas</b>	
Oil and Natural Gas Industry Drilling assistant, fire fighter, connecting mechanic, crane operator, Top-man, Rigman, Derrickmen, Roughneck, roustabout (not handling explosives)	Rs.2.00

<b>Sewers &amp; Sewage Disposals</b>	
Labourer & cleaner, Inspector of underground Duties	Rs.5.00
Steeple Jack	Rs.6.00

Proposal from persons engaged in the following type of sports are to be sent to CUS.

### Aviation (Private)

Include private and club aviation; a large percentage of private pilots fly with an aviation club, most of the private and club aviation is undertaken in single - engine monoplanes or helicopters, usually weighing below 2,300 kg (5,070lb)

The majority of pilots will hold a private pilots licence (ppl). The minimum qualification period for a PPL is 45 flying hours and most of the pilots take 2 years to qualify. Some pilots also have additional qualifications.

Many private pilots fly a minimum number of hours to maintain their licence and in practice have been shown to give up the sport after around 150 hours of flying experience.

## **Aviation related sports**

Includes: Aerobatic flying, air racing, Autogyors or gyroplanes, Ballooning, Gliding, Hanggliding, microlighting, Paragliding and Parascending, parachuting, skydiving and sky surfing.

## **Diving - sports**

Includes :

All forms of sports diving - Diving as a pastimes, for enjoyment and pleasure, Depth record attempts, caves and holes internal exploration of wrecks, Diving for on special expeditions.

## **Motor Cycle sports excluding circuit racing**

Includes :

Circuit racing, Drag racing, Hill climbs, off road racing (Grass track, Motocross, Ice racing, Sand racing, Trails rading, Quad biking), Record attempts, Speedway, Sprint events, Veteran and vintage events, Marshals.

## **Motor sports**

The Main types of cars used in motor sports are GT cars, Karting, mud racing, single seater, sports cars, and sports racing cars, saloon cars.

## **Power boat racing**

Powerboat racing involves competition between craft usually powered by inboard or outboard internal combustion engines racing categories include. Offshore racing, Sportsboat racing, hydroplanes.

## **Yachting**

### **Army and Navy personnel**

Risk on the lives of army and navy personnel engaged in military operations in India and aboard is covered without charging extra prem.

However, lives of the following four categories will be entertained as per terms and conditions applicable to respective occupation.

- i. Those who have an intention or liability to engage themselves in aviation, gliding.
- ii. Those who have undergone training as paratrooper or glider
- iii. Those who have already been selected for being engaged in aviation or for being trained ad paratrooper or glider

- iv. Those who have already been engaged or are likely to be engaged or intend to or are liable to do any work in submarine, minesweeper or mine layer.

## Aviation Schedule

### Civil Aviation

#### Commercial flying

Pilots holding 'B' licence & commercial pilot's licence and air crew.

On schedule passenger airlines - for state owned, private airlines and international airlines	Standard Rs.6.
On licenced private or company owned planes used for business only, provided landing at the Govt. or public aerodromes only and maintenance service satisfactory	
Engaged in other non-schedule commercial flying freight carrying service, non - scheduled passenger service, charter and sightseeing flying photographic work and business type	Rs.10.00
Engaged in crop-dusting	Rs.6.00
Flight Instructor	Rs.10.00
Test pilots	Rs.10.00
Special features High risk plans can be allowed with rated up extra or exclusion clauses Disability benefit with clause 61, DAB with clause 85. Cluse11- excluding war and aviation risk.	

#### Non-commercial flying

Pilots holding 'A' licence, private pilots licences flying time < 100 hours	Rs.3.00
Pilots under Training for a licence / private pilots licence (Reduction in extra may be considered after completion of training)	Rs.10.00
Technical ground who are required to fly as ground technicians- Flying up to 75 hours in a years Flying over 75 hours in a years	Std. Rs.10.00

**Service aviation- Air force**

Rank up to and inclusive of flying officers Flight lieutenants Squadron Leaders Wing commanders & Higher Ranks	Rs.6.00
Pilots Trainees in Air force	Rs.15.00 (to be reduced to Rs.10 one year after completion of training)
Technical Ground staff who are required to fly in the courses of their duties Flying less than 25 hrs. in a year Flying 25 to 75 hrs. in a year Others	Std. Rs.3.00 Rs.6.00
Paratroopers	Rs.2.00
Persons who have undergone training as paratroopers but not at present attached to paratroop regiments	Std.
Glider pilot Regiment Flying	Rs.8.00
Air O.P. unit flying	Rs.8.00