

Procedure of Taking Life Insurance Policy

Dr. Amol G. Sonawale

Assistant Professor,
PDVP Mahavidyalaya, Tasgaon



Introduction

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A life insurance policy is a contract with an insurance company. In exchange for premium payments, the insurance company provides a lump-sum payment, known as a death benefit, to beneficiaries upon the insured's death. Typically, life insurance is chosen based on the needs and goals of the owner. Term life insurance generally provides protection for a set period of time, while permanent insurance, such as whole and universal life, provides lifetime coverage.



- SELECTION AN INSURANCE COMPANY
- FILLING AND SUBMISSION PROPOSAL FORM
- INVESTIGATION OF PROPOSAL APPLICATION
- EVIDENCE OF PRESTIG
- ACCEPTANCE OF PROPOSAL OF APPLICATION
- FIRST PREMIUM
- COMMENCEMENT RISK
- COVER NOTE
- POLICY CERTIFICATE

1

- SELECTION AN INSURANCE COMPANY

2

- FILLING OF APPLICATION FORM

3

- INVESTIGATION OF APPICATION

$$\begin{aligned}\text{Working Capital} &= \text{Current Assets} - \text{Current Liabilities} \\ &= 120000 - 90000\end{aligned}$$

Rs. 30000