

नितीन गडकरी
NITIN GADKARI



मंत्री
सड़क परिवहन एवं राजमार्ग
भारत सरकार
Minister
Road Transport and Highways
Government of India

3572
Do No. /VIP/MRT&H/2024
Date 28 JUL 2024

Smt. Nirmala Sitharaman Ji,

Hope this finds you in the best of health and spirit.

I am writing to you with a request to cooperate in the matter elaborated hereunder.

Nagpur Divisional Life Insurance Corporation Employees Union, Nagpur, has submitted me a memorandum about the issues pertaining to the Insurance Industry and sought to take up them with your goodself.

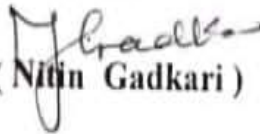
Main issue raised by the Union is related to withdrawal of GST on Life and Medical Insurance Premium. Both life insurance and medical insurance premiums attract a GST rate of 18 per cent. Levying GST on life insurance premium amounts to levying tax on the uncertainties of life. The Union feels that the person who covers the risk of life's uncertainties to give some protection to the family should not be levied tax on the premium to purchase cover against this risk. Similarly, the 18% GST on medical insurance premium is proving to be a deterrent for the growth of this segment of business which is socially necessary. Therefore, they have urged withdrawal of GST as mentioned above.

The Union has also raised points related to Differential Treatment to Savings by way of Life Insurance, re-introduction of IT deduction for health insurance premium and consolidation of public and sector general insurance companies. Each point is explained in details in the memorandum.

In view of the above, you are requested to consider the suggestion of Withdrawal of GST on Life and Medical Insurance Premium on priority as it becomes cumbersome for the senior citizens as per rules with due verification along with other relevant points raised.

With regards.

Yours,


(Nitin Gadkari)

Smt. Nirmala Sitharaman,
Hon'ble Minister of Finance,
Govt. of India, New Delhi.