

## Summary

### Microinsurance Conference 2007

13–15 November 2007, Mumbai, India



#### Parallel Session 2 - Improving efficiency and enhancing benefits Institutional Models

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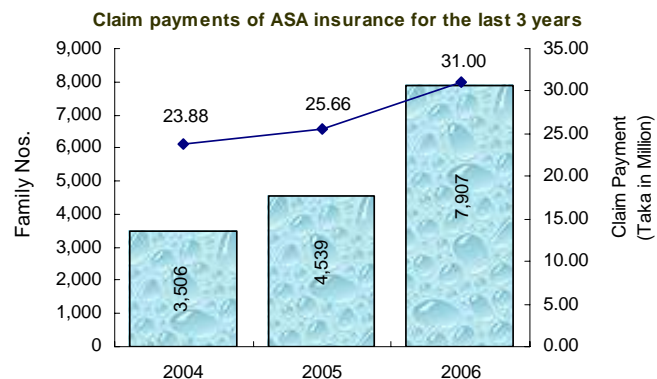
ASA started working as a development non-governmental organization (NGO) in Bangladesh in May 1978. Presently, ASA covers 7.09 million members through 3,327 branches with 24,670 staff members with annual disbursement of US\$ 700 million.

#### ASA Insurance Service

##### Loan Insurance:

This program has been introduced as an assurance of security to the inheritors of the member's family in case of the member's sudden death. The outstanding loan is adjusted in full as the insurance benefits if a member dies with outstanding loan.

In 2006, ASA made the adjustment or provided payment of Tk. 31 million to the families of 7,907 deceased group members.



##### ASA Security Fund:

##### Member's Security Fund (Mini Life Insurance)

This is a security fund for the members. If a member dies, inheritors of the deceased members get six times of the deposited amount. Otherwise, if the insurance becomes mature members get it back with proper interest.

ASA cleared payment of Tk. 20.88 million to the families of 6,203 deceased group members at the end of 2006.

##### Male Small Member's Security (Mini Life Insurance) Fund

This program is for the husband/guardians of the members. This product has been introduced to support the members' family further. If the husband/guardian dies, the member gets three times of the deposited amount. Otherwise, the mature insurance is returned with proper interest.

In 2006, ASA paid Tk. 7.20 million as the payment among 6,605 members of the program.

Supported by:





**ASA Insurance Policies and Procedures are given below**

Sl.	Description	Small	Small Business	SEL	Hardcore Poor
<b>Loan Insurance</b>					
1	Premium per thousand	Tk.3	Tk.3	-	Tk.3
2	Benefits	Outstanding loan adjustment	Outstanding loan adjustment	-	Outstanding loan adjustment
<b>Members Security (Life Insurance) Fund</b>					
3	Age limit	18-55 years	18-55 years	18-55 years	18-55 years
4	Duration of policy	8 years (400 weeks)	8 years (400 weeks)	8 years	8 years
5	Deposit system	Weekly	Weekly	Monthly	Monthly
6	Premium	Weekly Tk.10	Weekly Tk.10	Monthly Tk.50	Monthly Tk.10
7	Payment dues after death of borrower	6 times on deposits	6 times on deposits	6 times on deposits	6 times on deposits
8	Payment dues after maturity if borrower alive	Return total deposit with @3-4% interest per annum	Return total deposit with @3-4% interest per annum	Return total deposit with @3-4% interest per annum	Return total deposit with @3-4% interest per annum
<b>Member's Husband/Guardian Security (Life Insurance) Fund</b>					
9	Age limit	Below 55 years	Below 55 years	-	Below 55 years
10	Duration of policy	4 years (200 weeks)	4 years (200 weeks)	-	4 years (200 weeks)
11	Deposit system	Weekly	Weekly	-	Monthly
12	Premium	Weekly Tk.10	Weekly Tk.10	-	Monthly Tk.10
13	Payment dues after death of member's husband/guardian	3 times on deposits	3 times on deposits	-	3 times on deposits
14	Payment dues after maturity if member's husband/ guardian alive	Return total deposit with @2% interest per annum	Return total deposit with @2% interest per annum	-	Return total deposit with @2% interest per annum