Personal Accident Insurance

Cheap cover for death or disability from an accident, the gap term & health leave.

Low premium · high cover | Covers accidental death & disability

In brief

Suits	Earning members, especially those who travel or work outdoors.
You get	Lump sum for accidental death or permanent disability; weekly pay for temporary disability.
Your money	Yearly policy, renewed each year; low premium for high cover.
Tax	No specific deduction; claim payouts are generally not taxed.
Watch for	Check which disabilities are covered and the percentage paid for each.

Key facts

What it covers	Accidental death, and permanent/temporary disability
Why separate	Fills the income-loss gap term & health cover don't
Cost	Very low, often a few hundred rupees per lakh of cover a year
Benefits	Lump sum on death/PTD; weekly income for temporary disability
Best as	A rider or a standalone policy, ~10–15× annual income

What's new

Sep 2025 The GST exemption from 22 September 2025 covers individual life and health policies; a standalone personal accident policy is general insurance and appears to still carry 18% GST.

> The full guide answers 8 questions on Accident Cover, from eligibility to tax and withdrawals: merasip.com/guides/personal-accident-insurance. To talk it through, WhatsApp 60039 03737.

Sources: Care Insurance on the GST change.

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