

**NOTE**

During my recent tour to Vishakapatnam, I have found a commendable action taken by Joint Director I/c, SRO, Vijaywada involving recovery of capitalized value of Dependents Benefit in a case of delayed submission of Declaration Form. Such deterrent action will definitely help to arrest misuse of super-speciality treatment and cash benefits for which maximum publicity of the said effort is felt necessary.

Accordingly, Dy. Director (PR) is requested to place the papers as enclosed in the website.

**Insurance Commissioner**  
17.07.2012

*Encl: As Above*

**DD (PR)**

**Copy to MC**

वेबसाइट की विषय-सूची का प्रबंधन.....  
Website Content Management.....  
संख्या सं./ प्रारंभ No. 1036.....  
दिनांक/Date 18/7/12.....



SUB-REGIONAL OFFICE  
EMPLOYEES' STATE INSURANCE CORPORATION  
MINISTRY OF LABOUR & EMPLOYMENT , GOVT. OF INDIA  
NTR Sahakara Bhavan, D.No. 58-14-57/1,

Marripalem Vuda Layout, NH-5 Road, NAD (Post), VISAKHAPATNAM-530009  
Tel Fax: 0891-2796635: Telephone 0891-2733126 e-mail: sro-vizag@esic.nic.in

**B.K.Sahu**  
**Insurance Commissioner**

D.O. No. IC/Pers/July 2012  
July 13, 2012

**From the desk of Insurance Commissioner**

My dear

Please refer to communication sent sometime back regarding recovery from employers involving DB payments / PDB payments where delayed submission of Declaration Form or submission of Declaraion Forms by employer after accident / death etc. is involved. To this effect, receovery of capitalized value of Dependant Benefit will not only make good the financial aspect of such payment but will also send correct signal to employer for timely action involving registration and payment of contributions etc. Today while in Vizag tour, I have received a communication from Joint Director Incharge, SRO, Vijayawada on recovery of capital value of Dependant Benefit involving Ins. No.6207131349 from the employer M/s. M.G.Brothers Automobiles, Dargamitta, Nellore, amounting to Rs.2.99 Lakhs, a commendable effort of SRO I/C and his team of SRO, Vijayawada.

1. I am enclosing a copy of the said communication with the enclosures with a request for similar action with an objective that while not denying rightful claim of beneficiaries but also taking simultaneously deterrent action against such defaulting employers. This can very well be utilized by our SSMCs also involving wrong Super Speciality cases by taking up cases with Regional Director and SSMCs.
2. As already decided and discussed in last Steering Committee meeting through Video Conferencing batch process involving PDB / DB payments should take off in all Regional Offices / Sub Regional Offices from July payments onwards.

With regards,

Yours sincerely,

Encl : As above

(B.K.Sahu)  
Camp : SRO, Visakhapatnam

To

All Regional Directors / Directors / Jt. Directors I/c,  
RO/SRO/DO, ESIC



SUB-REGIONAL OFFICE  
EMPLOYEES' STATE INSURANCE CORPORATION  
(An ISO 9001:2008 Certified Body)  
14-20-27, 2<sup>nd</sup> FLOOR, PADMANABHA BUILDINGS,  
GANDHINAGAR, VIJAYAWADA – 520 003  
Tel: 0866 - 2571880 / 2570464 / 2573507 / 2573498, Fax: 0866 - 2571412



**FOR KIND PERUSAL OF SRI. B.K. SAHU, INSURANCE COMMISSIONER**

**Report on recovery of capitalized value of D.B. in r/o. Late: Sri. D. Sudhakar, Ins. No. 6207131349, from the Employer M/s. M.G. Brothers Automobiles (P) Ltd., Code No. 62-00-000039-000-0699.**

In the history of SRO, ESI Corporation, Vijayawada/Regional Office, it is informed that the capitalized value of an amount of Rs. 2,98,770/- (Rs. Two Lakhs Ninety Eight Thousand Seven Hundred and Seventy only) from the above Employer was recovered vide Challan No. 06212111678290, dated: 26/06/12. The details are as under:

The above Deceased Insured Person was an Employee of M/s. M.G. Brothers Automobiles (P) Ltd., and appointed on 01/04/11. The Insured Person met with an accident on 14/09/11 & died on 14/09/11. The Employer has submitted the manual Declaration Form and Accident Report on 14/09/11 without the signature of I.P. The case was investigated and the undersigned has relaxed the Regulation 12 & 14 for allotment of Ins. No. as per the Hqrs. Office letter No. P-11/14/4/2009-Bft.11, dated: 21/10/2010 and further action to recover the capitalized value under Section 68 of the ESI Act besides prosecution was initiated. A Show Cause Notice has been issued to Employer on 01/06/12 for recovery of the amount and prosecution action with due concurrence of D.D. (F). The Employer has submitted the reply vide letter dated: 14/06/12 personally and promised to pay the amount and also requested for dropping the prosecution action.

The Employer has paid the amount on 28/06/12 vide above said challan and regretted for the lapse and requested for dropping the criminal proceedings.

This Office has considered the request of Employer taking into consideration of payment of capitalized value and dropped the further proceedings and cautioned the Employer to avoid such lapses in future.

This is for kind information.

(J.S. MURTHY)  
JOINT DIRECTOR



# M.G. Brothers Automobiles Private Limited



Date: 30-06-2012

To:  
The Joint Director,  
ESI Corporation,  
Sub-Regional Office,  
Vijayawada.

*Handwritten signature/initials*

*Handwritten notes and stamps*

Sr.

Sub: Death of Late. Sri. D. Sudhakar. Ins.No: 6207131349. Recovery of Capitalized Value of Dependent Benefit -Reg.

Ref: Your Letter No: 62N/19/13/25/2011/DB-BB, Dated: 01-06-2012.

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Further to our letter dated 14-06-2012 and personal hearing permitted to us, we are herewith enclosing challan for Rs. 2,98,770/- (Two Lakh Ninety Eight Thousand Seven Hundred Seventy only) paid towards Capitalized value of Dependent Benefit specified.

As per above enclosed letter.

We request you to drop the Criminal action / Proceedings for the same. With the above Submission, we once again wish to inform that the lapse is regretted and we assure that It will not be repeated in Further in our establishment.

Thanking you.

Yours Faithfully.

*M. Sundara Ram*

M. Sundara Ram,  
Manager - H.R.

*Handwritten notes*

*Handwritten initials*



Employees' State Insurance Corporation  
State Bank of India



विलियम एन बी  
एम्प्लॉयर्स स्टेट इन्सुरेंस  
कॉर्पोरेशन

USE CDS SCREEN No :-  
**7127**

Chitran No. 06212111678250

Chitran Date: 26/02/12

Party Code: 5200000000000704  
Name of Party: M.G. DROTHERS AUTOMOBILES PVT. LTD.  
Factory/Establishment: BARGAMETTA  
Address: BELLORI

Mode of Payment: Cheque  
Cheque/DD No: 565287  
Dated: 26/02/2012  
Drawn on (Name of the Bank): State Bank of India Bellori

Particulars	Amount	Periods
Wages	258770	Ref. No. 8/3/11/13/25/2011/00-06 Dt. 11-06-2012. Death case of late Sri D. Sudhakar, Ins. No. 8207151345. Ws 4500 to 05th of ESI Act. Amt. Rs. 2,58,770/-
Total	258770	
Total (in words)	Rupees Two Lakh, Fifty-Eight Thousand Seven Hundred Seventy Only	

2102 NOV 12  
20 FEB 2012

(1) Bank's use  
Deposited Date

Journal No.

022824866

Branch Stamp and Signature of Cashier

Notes:

1% Charges/Commission to be charged from the depositor