Commission Earned by LIC Agents:

LIC agents receive a commission from policyholder premiums. The **LIC agent commission 2026** percentage is influenced by the type of insurance, the year premiums are paid, and the plan sold.

The following is a breakdown of the **life insurance agent commission structure**:

1. The Plan for Endowments:

An endowment plan is a type of life insurance policy that provides funds in addition to insurance coverage, according to **LIC terminology**. It offers protection as well as investment. See below the **LIC commission chart 2026 India**.

Premium Paying Term	Commission for the First Year	Commission for the Second & Third Year	Commission from the Fourth Year Onwards
15 years and above	25%	7.50%	5%
10 years to 14 years	20%	7.50%	5%
5 years to 9 years	10%	5%	5%
2 years to 4 years	5%	2.25%	2.25%

2. Money-Banking Plans:

The Money Bank Plan is one type of insurance policy that provides both life insurance and a savings component.

Premium Paying Term	Commission for the First Year	Commission for the Second & Third Year	Commission from the Fourth Year Onwards
As per plan	15%	10%	6%
12 years	15%	8%	6%

3. Children's Plans:

Child plans are **specialized insurance policies** designed to provide children with the future financial security they will require.

Premium Paying Term	Commission for the First Year	Commission from the Second Year Onwards
9 years and above	10%	5%
5 years to 9 years	7.50%	5%
2 years to 4 years	5%	2%

4. Pension Plans:

The purpose of pension plans, which are insurance products, is to provide people with financial security in retirement.

Premium Paying Term	Commission for the First Year	Commission from the Second Year Onwards
More than 4 years	7.50%	2%
2 years to 4 years	5%	2%

Additional Changes:

- **Minimum Sum Assured:** The minimum sum assured for policies has been raised from ₹1 lakh to ₹2 lakh, applicable to policies effective from October 1, 2024.
- **Premium Increase:** LIC has increased premiums by 8-9% across various life insurance products.
- **Surrender Value Norms:** Policyholders are now eligible to surrender their policies only after completing one full premium year, aiming to promote long-term policy retention.