

1. Service Tax is applicable only in case of cashless hospitalization / treatments on or after 1.7.2010. The service tax will be authorized and paid by TPA to hospital, nursing home or multi specialty clinic along with claim on behalf of National Insurance Company Ltd.
2. Service tax is not applicable in case of reimbursement claims.
3. The hospital, nursing home or multi specialty clinic to draw the invoice/bill in the name of National Insurance Company Ltd A/C Beneficiary named only on the part of the invoice/ bill payable by Insurer and not on the part paid by the insured.
4. The invoice/bill must contain the following details as per Rule 4 A of service tax rules:
  - (a) Name, address and service tax registration number of hospital, nursing home or multi specialty clinic as applicable
  - (b) Name and address of the insured person receiving the taxable service.
  - (c) Description, classification and value of the taxable service provided.
  - (d) Service tax payable thereon.
5. As the final bill of treatment may always vary from the initial estimate, pre-authorization may be qualified as "Pre authorization excludes service tax".
6. The component of service tax should be added to calculate the income tax deducted at source.
7. Service Tax will be paid on the entitled amount only wherever room rent caps, co-payment provisions are in the policy.
8. As service tax is a different component & captured separately it will not affect the entitled benefit of the policyholder and shall not reduce the sum insured.