

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:2373  
ANSWERED ON:23.07.2004  
NEW SCHEMES BY LIC  
Meghwal Shri Kailash

**Will the Minister of FINANCE be pleased to state:**

- (a) whether LIC phased out old plan and replaced them with new schemes;
- (b) if so, the details thereof and the reasons therefor;
- (c) the results of the old policies during last two years; and
- (d) the extent to which policies holders would be benefited as a result thereof?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) & (b): The Life Insurance Corporation of India (LIC) has informed that they review their plans every year and replace some of their old plans with new ones. The review of plans is based on new mortality data, interest rates in the market and need to introduce improvement to suit the requirements of policyholders. The details of old plans replaced by new schemes are given in the Annexure.

(c): The details of policies sold under old and new plans for the last two years are as follows:-

Year    No. of Policies Sold(in thousands)

	Old Plans	New Plans
2002-03	642	227
2003-04	114	1277

(d): LIC has informed that new plans were designed to suit the needs of the people. These are quite popular and the sales under these plans are increasing every year.