

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1510
ANSWERED ON:05.03.2010
CAPITAL OF LIC
Jawale Shri Haribhau Madhav

Will the Minister of FINANCE be pleased to state:

- (a) the present capital of Life Insurance Corporation (LIC);
- (b) whether there are proposals to widen the capital base of the company; and
- (c) if so, the details thereof and the reasons therefor?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI NAMO NARAIN MEENA)

(a): The present capital of Life Insurance Corporation is Rs. 5 crore.

(b): Yes, Sir.

(c): The Government had introduced the Life Insurance Corporation (Amendment) Bill, 2009 in Lok Sabha on 31/07/2009 to amend the Life Insurance Corporation Act, 1956. The Bill, inter-alia, provides for raising the paid up equity capital of the Life Insurance Corporation of India to Rs. 100 crore to bring it in consonance with the Insurance Act, 1938.