

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:415  
ANSWERED ON:23.11.2012  
LOSSES OF INSURANCE COMPANIES  
Sugavanam Shri E.G.

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

- (a) whether non-life Public Sector Undertaking (PSU) insurance companies have reportedly incurred losses during the last three years and the current year;
- (b) if so, the details thereof and the reasons therefor;
- (c) whether the Union Government has issued any direction to the non-life PSU insurance companies to improve their operation and to contain the losses; and
- (d) if so, the details thereof and the action taken by these companies thereon?

**Answer**

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

(a) & (b): Profit / Loss After Tax of the Public Sector General Insurance Companies (PSGICs) for the last three years and the current year is as below:

PSU Ins. Cos	Financial Year	Profit After Tax
	(Rs.000's)	
National Ins. Co.	2012-13 (up to 1st Quarter)	-466500
	2011-12	3252136
	2010-11	748874
	2009-10	2248628
The New India Ins. Co.	2012-13 (up to 1st Quarter)	-4864370
	2011-12	1793168
	2010-11	-4215605
	2009-10	4046721
The Oriental Ins. Co.	2012-13 (up to 1st Quarter)	1232921
	2011-12	2611593
	2010-11	546153
	2009-10	-442531
United India Ins. Co.	2012-13 (up to 1st Quarter)	1924546
	2011-12	3867897
	2010-11	1305448
	2009-10	7077902

(c) & (d): The companies in general adopted strategy relating to underwriting insurance policies. The strategy lays down the criteria in respect of working out the premium on the basis of combined claim ratios of the policies, acquisition cost, allowance of discount/ brokerage/commission/other charges, in insurance policies.