

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES
RAJYA SABHA

UNSTARRED QUESTION NO. 206

ANSWERED ON TUESDAY, DECEMBER 5, 2023/ 14 AGRAHAYANA, 1945 (SAKA)

PERFORMANCE OF THE PUBLIC SECTOR GENERAL INSURANCE COMPANIES

206 Shri V. Vijayasai Reddy:

Will the Minister of Finance be pleased to state:

- (a) the details of loss/profit and performance of the public sector general insurance companies during the last five years, year-wise and company-wise;
- (b) whether it is a fact that Government is planning to infuse capital in PSU general insurance companies;
- (c) if so, the details of capital that is going to be infused, company-wise; and
- (d) the status of ₹ 5,000 crores capital infused in three general insurance companies last year and to what extent they have been able to improve their solvency?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE
(DR. BHAGWAT KARAD)

(a): Details of Loss/profit and performance of the Public Sector General Insurance Companies (PSGICs) during the last ten years, year-wise and Company-wise are placed at Annexure.

(b) to (d): Rs.17,450 crore has been infused by the Government from 2019-20 to 2021-22 in the three PSGICs, namely United India Insurance Company Ltd (UIICL), Oriental Insurance Company Limited (OICL) and National Insurance Company Ltd (NICL). Details of Capital infused by the Government in the said three PSGICs are as under: -

Financial Year	NICL	OICL	UIICL
2019-20	2400	50	50
2020-21	3175	3170	3605
2021-22	3700	1200	100

Further, the Insurance Regulatory and Development Authority of India (IRDAI) has been granting forbearance to the said three PSGICs for solvency.

Annexure referred to in reply to part (a) of the Rajya Sabha Unstarred Question No. 206 for 5.12.2023

(Rs in crore)

S. No.	Financial Year	Particular	NIACL	UIICL	OICL	NICL
1	2013-14	Gross Premium	14,304	9,709	6,381	10,261
		PAT	1,089	528	460	823
2	2014-15	Gross Premium	15,480	10,692	6,472	11,283
		PAT	1,431	301	392	968
3	2015-16	Gross Premium	17,420	12,250	8,612	12,019
		PAT	829	221	300	151
4	2016-17	Gross Premium	21,598	16,063	11,117	14,282
		PAT	1,008	(1,914)	(1,691)	46
5	2017-18	Gross Premium	25,159	17,430	11,737	16,244
		PAT	2,201	1,003	1,510	(2,171)
6	2018-19	Gross Premium	26,608	16,420	13,485	15,180
		PAT	580	(1,878)	(239)	(1,696)
7	2019-20	Gross Premium	29,715	17,515	13,996	15,313
		PAT	1,418	(1,486)	(1,524)	(4,108)
8	2020-21	Gross Premium	31,573	16,705	12,747	14,186
		PAT	1,605	(985)	(1,525)	(562)
9	2021-22	Gross Premium	35,515	15,722	14,020	13,077
		PAT	164	(2,136)	(3,115)	(1,675)
10	2022-23	Gross Premium	37,482	17,644	15,993	15,206
		PAT	1,055	(2,829)	(4,968)	(3,865)
11	Up to Q2 of 2023-24	Gross Premium	20,760	9,552	9,510	8,387
		PAT	59	(374)	(42)	45

Source: PSGICs

The PSGICs were impacted with additional outgo due to the following: -

- (a) Wage revision arrears due from 01.08.2012 (paid in 2017-18) - Rs. 3429 Cr and wage revision arrears due from 01.08.2017 (paid in 2022-23) - Rs. 7931 Cr
- (b) Claims paid during COVID (2020-22): Rs 6,992 Cr
- (c) Additional liability due to One more option for pension (2019): Rs 4,284 Cr