

GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
DEPARTMENT OF FINANCIAL SERVICES

**LOK SABHA**  
**UNSTARRED QUESTION NO. 2718**

TO BE ANSWERED ON Friday, March 17, 2017/Phalgun 26, 1938 (Saka)

**Merger of Insurance Companies**

**2718.** SHRI GAJANAN KIRTIKAR: SHRI S.R. VIJAYAKUMAR:  
SHRI ASHOK SHANKARRAO CHAVAN: SHRI SUDHEER GUPTA:  
DR. SUNIL BALIRAM GAIKWAD: SHRI T. RADHAKRISHNAN:  
KUNWAR HARIBANSH SINGH: SHRI YOGI ADITYA NATH:  
SHRI BIDYUT BARAN MAHATO:

Will the Minister of FINANCE be pleased to state:

- (a) the details of total market share of State owned general insurance companies namely Oriental Insurance, National Insurance and United India Insurance;
- (b) whether the Government has decided to merge these State-owned insurance companies and if so, the details thereof along with the aims and objectives thereto;
- (c) whether the Government has also approved to list the State run general insurance companies;
- (d) if so, the details thereof and the time by which it is likely to be listed; and
- (e) whether the Government has also consulted all the Employees Unions in this regard and if so, the details thereof along with the response of the Employees Unions thereto?

**ANSWER**

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE  
(SHRI SANTOSH KUMAR GANGWAR)

(a): The total market share of National Insurance Company Ltd. is 11.82%, Oriental Insurance Company Ltd is 8.49% and United India Insurance Company Ltd is 13.65% as on 31.12.2016.

(b): No, Madam.

(c) and (d): Government has approved the listing of the following five Government owned General Insurance Companies on the stock exchanges. These are:

- (i) The New India Assurance Company Ltd.
- (ii) United India Insurance Company Ltd.,
- (iii) Oriental Insurance Company Ltd.,
- (iv) National Insurance Company Ltd. and
- (v) General Insurance Corporation of India.

Further, Government has approved dilution of shareholding from 100% to 75% in the above companies in one or more tranches in the domestic capital market based on all applicable Securities and Exchange Board of India (SEBI)/ Insurance Regulatory and Development Authority of India (IRDAI) rules and regulations.

(e): Does not arise.

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