GOVERNMENT OF INDIA
MINISTRY OF AGRICULTURE AND FARMERS WELFARE
DEPARTMENT OF AGRICULTURE, COOPERATION AND FARMERS WELFARE

LOK SABHA
UNSTARRED QUESTION NO. 305
TO BE ANSWERED ON THE 5TH FEBRUARY, 2019

PROFITS BY INSURANCE COMPANIES UNDER PMFBY

305. SHRIMATI POONAMBEN MAADAM:
KUMARI SUSHMITA DEV:

Will the Minister of AGRICULTURE AND FARMERS WELFARE कृषि एवं किसान कल्याण मंत्री be pleased to state:

(a) the details of the insurance companies participating in the Pradhan Mantri Fasal Bima Yojana Scheme;

(b) whether it is true that insurance companies have earned a profit of Rs. 15,795 crore in the past two years (2016-17 and 2017-18) under Pradhan Mantri Fasal Bima Yojana across the country if so, the details thereof;

(c) whether it is also true that profit margin under total premium collected by insurance agencies increased from 2016-17 to 2017-18;

(d) if so, the details thereof and the reasons for this increased profit margin of insurance companies; and

(e) the number of farmers who have actually been covered/insured under PMFBY, the details thereof, State-wise including Gujarat?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

कृषि एवं किसान कल्याण मंत्रालय में राज्य मंत्री (SHRI PARSHOTTAM RUPALA)

(a):: At present, total 18 companies, which includes all the 5 Public Sector General Insurance Companies and 13 Private Sector General Insurance Companies, have been empanelled for implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY) in the country. The list of empanelled general insurance companies is at **Annexure-I.**

(b) to (d): Crop insurance is a major risk mitigation tool for the benefit of farmers. Insurance is all about spreading the risk over the period and over the area. Insurers save premium in good seasons/years and pay high claims, if any in bad years from the saving made in the good years.

Inspite of overall good monsoon during first two years of implementation of PMFBY, the claim ratio during 2016-17 is about 75% and during 2017-18, it is about 81%. Moreover, administrative and other cost ofr insurance company for implementation of the scheme ranges from 10% to 12% of gross premium. Further, the farmers in most affected areas/States received higher claims and the claim ratio was high. Details of a few such States are given in **Annexure-II.**

Details of premium collected and claims paid by insurance companies during 2016-17 and 2017-18 are given in **Annexure-III**.

(e) : State-wise details of enrollment of farmers under PMFBY during 2016-17 and 2017-18 are given in **Annexure-IV.**

ANNEXURE-I

Annexure referred to in reply to Part (a) of Lok Sabha Unstarred Question No. 305 due for 05.02.2019

List of Insurance Companies empanelled for Crop Insurance Schemes

PUBLIC SECTOR INSURANCE COMPANIES	
1.	Agriculture Insurance Company of India Ltd.
2.	National Insurance Company Ltd.
3.	New India Assurance Company Ltd.
4.	Oriental Insurance Company Ltd.
5.	United India Insurance Company Ltd.
PRIVATE SECTOR INSRUANCE COMPANIES	
6.	Bajaj Allianz General Insurance Company Ltd.
7.	Bharti AXA General Insurance Company Ltd.
8.	Cholamandalam MS General Insurance Company Ltd.
9.	Future Generali India Insurance Company Ltd.
10.	HDFC-ERGO General Insurance Company Ltd.
11.	ICICI-Lombard General Insurance Company Ltd.
12.	IFFCO-Tokio General Insurance Company Ltd.
13.	Reliance General Insurance Company Ltd.
14.	SBI General Insurance Company Ltd.
15.	Shriram General Insurance Co. Ltd.
16.	Tata-AIG General Insurance Company Ltd.
17.	Universal Sompo General Insurance Company Ltd.
18.	Royal Sundaram General Insurance company Ltd.

Annexure-II

Annexure referred to Part (b) to (d) of the Lok Sabha Unstarred Question NO. 305 for reply on 05.02.019

Details of claims paid in most affected areas/States

Season	States	Premium paid by farmers (Rs. in crore)	Total Premium (Rs. in crore)	Total Claims Paid (Rs. in crore)	Percentage (%) of total claims against premium paid by farmers (Rs. in crore)	Percentage (%) of total claims against Total premium (Rs. in crore)
Kharif 2016	Kerala	3.12	8.57	17.92	574.36	209.10
	Karnataka	188.57	873.35	1171.05	621.02	134.09
	Andhra Pradesh	181.12	680.80	648.28	357.93	95.22
Rabi 2016-17	Tamil Nadu	107	1222.12	3465.44	3238.73	283.56
	Andhra Pradesh	18.45	165	254.65	1380.22	154.33
Kharif 2017	Chhattisgarh	128.18	306.78	1305.50	1018.49	425.55
	Haryana	124.19	297.98	778.61	626.95	261.30
	Madhya Pradesh	508.06	3497.94	5457.17	1074.12	156.01
	Odisha	145.16	835.79	1729.61	1191.52	206.94
Rabi 2017-18	Chhatisgarh	11.69	76.00	75.85	648.85	99.80
	Odisha	6.07	19.00	42.79	704.94	225.21

Annexure-III

Annexure referred to Part (b) to (d) of the Lok Sabha Unstarred Question NO. 305 for reply on 05.02.019

Details of premium collected and Claims approved (Provisional) by insurance companies under PMFBY

Year	Season	Gross Premium	Farmers Share in Premium	Total Approved Claims
		In Rs. Crore		
2016-17	Kharif 2016	16,014.93	2,897.10	10,514.04
	Rabi 2016-17	5,929.37	1,303.75	5,830.98
2016-17 Total		21,944.30	4,200.86	16,345.02
2017-18	Kharif 2017	18,965.75	3,011.67	17,610.06
	Rabi 2017-18*	6,458.16	1,464.36	2,547.79
2017-18 Total		25,423.90	4,476.02	20,157.85
Grand Total		**94,736.41**	**17,353.76**	**73,005.74**

* Claims from some areas are to be finlised/reported by the insurance companies.

Annexure-IV

Annexure refrred to Part (e) of the Lok Sabha Unstarred Question No. 305 dur for 05.02.2018

State-wise detials of farmers enrolled under PMFBY

State / UT	No. of Enrollment of Farmers	
	2016-17	2017-18
A & N Islands	324	364
Andhra Pradesh	1775391	1837630
Assam	60265	57292
Bihar	2714238	2259350
Chhattisgarh	1549139	1474765
Goa	757	538
Gujarat	1978916	1761829
Haryana	1336028	1353577
Himachal Pradesh	379925	382728
Jammu & Kashmir	Not Implemented	152143
Jharkhand	879339	1198337
Karnataka	2737667	1609696
Kerala	77405	56153
Madhya Pradesh	7186267	7100158
Maharashtra	12014298	10133592
Manipur	8366	9109
Meghalaya	89	2945
Odisha	1820236	1892081
Puducherry	8537	
Rajasthan	9189523	8640991
Sikkim	574	1457
Tamil Nadu	1438428	1491990
Telangana	973343	1006505
Tripura	11782	11674
Uttar Pradesh	7182907	5324738
Uttarakhand	261571	222373
West Bengal	4133279	4060193
Grand Total	57718594	52042208

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