

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1752  
ANSWERED ON:12.12.2003  
EXPENDITURE BY GIG UNDER VARIOUS HEADS  
MANIKRAO HODLYA GAVIT

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

- (a) the expenditure incurred by the public sector, General Insurance Companies on the payment of salaries, rent, telephone bills and tours by the employees and other items during the year 2002-2003 alongwith the total income earned by these companies on account of proceeds from premiums of policies, shares, bonds, rentals and interest or any other item separately during the same period, item-wise and company-wise;
- (b) whether expenditure incurred by these companies is relatively much higher than their proceeds from policy premium;
- (c) if so, the reasons therefor;
- (d) whether the Government are contemplating to reduce the expenditure of these companies;
- (e) if so, the manner in which it is likely to be reduced;and
- (f) if not, the reasons therefor?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO VITHOBA ADSUL):

- (a) The requisite information is given in the statement enclosed.
- (b) No, Sir,
- (c) Does not arise.
- (d) and (e) The companies have taken various measures to bring down the management expenses. These, inter-alia, include reduction of wage bill through Special Voluntary Retirement Scheme for employees, rationalisation of offices, observing austerity measures in organising conferences, seminars and workshops, economy in use of telephones, official vehicles, etc. it is expected that these steps will result in lowering overall expenses of management.
- (f) Does not arise.