

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2568
ANSWERED ON:08.12.2006
GROWTH OF LIC
Appadurai Shri M.;Lagadapati Shri Rajagopal

Will the Minister of FINANCE be pleased to state:

- (a) whether the life insurance industry has registered high growth in the second quarter of the current fiscal as compared to the last year;
- (b) if so, the details thereof alongwith reasons for increase,
- (c) the share of Life Insurance Corporation (LIC) in the growth of policies;
- (d) the profit earned by LIC during each of the last three years and the current year; and
- (e) the new products launched/ proposed to be launched by LIC during the current year?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) & (b): Yes, Sir. The Life Insurance Corporation of India (LIC) has reported that it has shown a growth rate of 2.13% in policies and 139.20% in First Year Premium Income (FPI) in the current fiscal as compared to the last year. This increase is attributable to the specialized training being imparted to the field staff, launching of new products, quality service to the satisfaction of the customers, etc.

(c): The market share of policies of LIC as reported by it, as on 30.09.2006, was 80.09%.

(d): The surplus disclosed by LIC as a result of Actuarial valuation during the last three years is as under:-

Year Surplus (Rs.in crore)

2003-04	10935.08
2004-05	13904.21
2005-06	12404.82

(e): The new products launched/proposed by LIC during the current year are as under:-

S.No. Launched Proposed

- i) Market Plus Two Children Plans
- ii) New Rima Gold Unit Linked Assurance Plan
- iii) Jeevan Madhur