



General Insurance Corporation of India

170, Suraksha, J. Tata Rd., Churchgate, Mumbai – 400 020, India
Tel.: +91 22 2286 7000 Website: www.gicofindia.in email: info@gicofindia.com
(Wholly owned Govt. of India Undertaking)

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th ANNUAL REPORT
वां वार्षिक प्रतिवेदन

2009-10



भारतीय साधारण बीमा निगम
General Insurance Corporation of India

Vision

To be a leading global reinsurance and risk solution provider

Mission

To achieve our Vision by

- Building long-term mutually beneficial relationship with business partners
- Practising fair business ethics and values
- Applying "state-of-the art" technology, processes including enterprise risk management and innovative solutions
- Developing and retaining highly motivated professional team of employees
- Enhancing profitability and financial strength befitting the Global position

Core Values

Trust and mutual respect
Professional excellence
Integrity and transparency
Commitment
Responsive service

PRESENTATION OF DIVIDEND FOR THE YEAR 2009-10



Shri Yogesh Lohiya, Chairman-cum-Managing Director, GIC Re presented the dividend cheque for ₹ 352.60 crores to the Hon'ble Union Finance Minister Shri Pranab Mukherjee in New Delhi on the 9th of September 2010. Others in the picture are Hon'ble Minister of State for Finance, Shri Namo Narain Meena; Shri Tarun Bajaj, Joint Secretary, Department of Financial Services (2nd from left); Shri M Ramaprasad (extreme left) and Shri A K Roy (extreme right), General Managers, GIC Re.

CONTENTS

| | |
|--|----|
| • Corporate Information | 2 |
| • Corporate Chronicle | 3 |
| • Board of Directors | 4 |
| • Management | 7 |
| • Notice | 8 |
| • Directors' Report | 9 |
| • Corporate Governance | 19 |
| • Management Discussion and Analysis Report | 21 |
| • Management Report | 28 |
| • Comments by CAG | 30 |
| • Auditors' Report | 31 |
| • Revenue Accounts | 33 |
| • Profit and Loss Account | 37 |
| • Balance Sheet | 38 |
| • Schedules Forming Part of Financial Statements | 39 |
| • Significant Accounting Policies and Notes forming part of the Accounts | 59 |
| • Summary of Financial Statements | 73 |
| • Ratios for Non-Life Companies | 75 |
| • Cash Flow Statement | 78 |
| • Balance Sheet Abstract and Company's Business Profile | 80 |
| • Performance Highlights | 81 |
| • Awards, Recognitions & Certifications | 82 |
| • Notable Events / Visits | 83 |
| • Corporate Social Responsibility | 84 |
| • Summer Internships | 85 |

Note: Key to Indian Numbering System 10 lakhs = 1 Million; 1 Crore = 10 Millions.



CORPORATE INFORMATION

DIRECTORS

| | |
|-------------------------|---------------------------------------|
| Mr. Yogesh Lohiya | Chairman-cum-Managing Director |
| Mr. Tarun Bajaj | |
| Mr. M. Ramadoss | |
| Mr. T.S. Vijayan | Up to 10.05.2009 |
| Mr. O.P. Bhatt | Up to 05.09.2009 |
| Mr. M.V. Nair | w.e.f. 19.08.2009 |
| Mr. S.L. Mohan | w.e.f. 23.12.2009 |
| Mr. S.B. Mathur | w.e.f. 23.12.2009 |
| Mr. Kamlesh S. Vikamsey | |
| Mr. M.V. Rajeev Gowda | |
| Mrs. Bhagyam Ramani | w.e.f. 11.11.2009 |

MANAGEMENT

Chairman-cum-Managing Director General Managers

Mr. Yogesh Lohiya
Mrs. Bhagyam Ramani
Mr. M. Ramaprasad
Mr. A.K. Roy
Mr. R. Raghavan

Chief Vigilance Officer

Mrs. Gopa Ray Up to 19.05.2010

Deputy General Managers

Mr. H.G. Rokade
Mr. P.N. Gandhi
Mr. K. Raghunath Up to 30.11.2009
Mr. P.K. Bhagat
Mr. A.K. Mittal
Mr. K.K. Mahajan Up to 8.10.2009
Mr. Y. Ramulu
Mrs. Alice Vaidyan
Mr. H.L. Teckchandani
Mrs. Suchita Gupta

Company Secretary

AUDITORS

M/s S.R. Goyal & Co.
Chartered Accountants
1A Sangram Colony, C-Scheme,
Jaipur-302001.

BANKERS

Bank of India
State Bank of India
Bank of Baroda
Central Bank of India
Axis Bank.

REGISTERED OFFICE

"Suraksha",
170, J. Tata Road,
Churchgate,
Mumbai – 400 020

CORPORATE CHRONICLE

| Sr. No. | Date and Year | Event |
|---------|--------------------|---|
| 1 | 22nd November 1972 | General Insurance Corporation of India was formed in pursuance of section 9(1) of GIBNA Act and also under the Companies Act 1956 as Private Company Limited by Shares. |
| 2 | 1st January 1973 | The general insurance business in India was nationalized, 107 general insurance companies were merged and GIC of India was formed as the holding Company with four subsidiaries : The New India Assurance Co. Ltd., National Insurance Co.Ltd., Oriental Insurance Co.Ltd. and United India Insurance Co.Ltd. |
| 3 | 1st January 1978 | Loss Prevention Association of India was formed by GIC and its 4 subsidiaries. |
| 4 | 6th December 1978 | Kenindia Assurance Company Ltd., was incorporated by merging branch operations of subsidiaries of GIC and LIC then operating in Kenya |
| 5 | 1st January 1988 | India International Insurance Pte. Ltd., was set up as a locally incorporated wholly owned subsidiary Company of GIC and four Public Sector Companies in Singapore |
| 6 | 12th December 1989 | GIC Housing Finance Co. Ltd. was set up by GIC of India and the four Public Sector Companies. |
| 7 | 25th May 1993 | GIC Asset Management Co. Ltd. was set up by GIC of India and the four Public Sector Companies. |
| 8 | 19th April 2000 | Insurance Regulatory Development Authority (IRDA) was formed |
| 9 | 3rd November 2000 | GIC notified as "Indian Reinsurer" |
| 10 | June 2001 | London Representative office set up |
| 11 | April 2002 | Moscow Representative office set up |
| 12 | 20th December 2002 | Agricultural Insurance Company of India was set up by GIC Re, the 4 Public Sector Companies and NABARD |
| 13 | April 2003 | GIC Re started assuming risk in Life Reinsurance |
| 14 | 1st April 2002 | GIC Re was appointed as Managers to the Terrorism Pool |
| 15 | 7th August 2002 | GIBNA Act was amended |
| 16 | 21st March 2003 | GIC Re ceased to be holding Company |
| 17 | April 2005 | Dubai Representative office set up |
| 18 | February 2006 | SAP went live in GIC Re |
| 19 | 27th April 2006 | Loss Prevention Association of India was amalgamated with GIC Re |
| 20 | 1st January 2007 | Dubai Representative office was upgraded to a Branch office |
| 21 | 1st April 2007 | GIC Re was appointed as Managers to Indian Motor Third Party Insurance Pool |
| 22 | 1st January 2008 | London Representative office was upgraded to branch office and commenced its operations. |
| 23 | 19th June 2008 | Signing of Co-operation Agreement with Hannover Re |
| 24 | 10th October 2008 | Retakaful vertical launched |
| 25 | 16th October 2008 | GIC Re mandated to form Nat Cat Pool for Afro Asian Region by FAIR |
| 26 | 16th January 2009 | GIC Re registered as Eventual Reinsurer in Brazil |
| 27 | 20th July 2010 | Licence obtained for Branch office at Malaysia |

BOARD OF DIRECTORS



(L-R) Mrs. Bhagyam Ramani, Mr. M. Ramadoss, Mr. Kamlesh S. Vikamsey, Mr. Tarun Bajaj, Mr. Yogesh Lohiya (Chairman-cum-Managing Director), Mr. S.L. Mohan, Mr. S.B. Mathur, Mr. M.V. Nair, Dr. Rajeev Gowda.



Mr. Yogesh Lohiya, Chairman-cum-Managing Director is a mechanical engineering graduate and an Associate of the Insurance Institute of India. He also holds a post-graduate diploma in management. He joined the Insurance Industry in The Oriental Insurance Company Ltd. (OICL) as a direct recruit officer in October 1977.

Mr. Lohiya is also the Chairman of GIC Housing Finance Ltd. and GIC Asset Management Co. Ltd. He is also on the Boards of several companies including Life Insurance Corporation of India, Indian Register of Shipping, Export Credit Guarantee Corp. of India Ltd., Kenindia Assurance Co. Ltd., Nairobi and East Africa Reinsurance Co. Ltd., Nairobi.

Mr. Lohiya is Executive Member of various committees of Federation of Afro Asian Insurers and Reinsurers (FAIR) and also member of various committees of Trade & Commerce Associations as well as Insurance Advisory Committee of Insurance Regulatory and Development Authority. He is also a visiting faculty at several institutes of higher learning. A prolific writer, Mr. Lohiya has authored several books on various issues related to the Insurance sector.



Mr. Tarun Bajaj, (IAS) Joint Secretary in the Department of Financial Services in the Ministry of Finance, is an IAS officer of the 1988 batch of Haryana cadre. A post-graduate in Management from IIM Ahmedabad, he is also a

Chartered Financial Analyst. Mr. Bajaj also holds a post-graduate degree from the London School of Economics and Political Science.

Mr. Bajaj is also a Director on the Boards of United India Insurance Co. Ltd., Agriculture Insurance Company of India Limited, Bank of India, Irrigation & Water Resources Finance Corporation Ltd.



Mr. S.B. Mathur, Secretary General, Life Insurance Council, was Chairman of the Life Insurance Corporation of India (LIC), the largest life insurance company in India from August 2002 to October 2004.

Post retirement from LIC, Mr. Mathur was appointed as the Administrator of the Specified Undertaking of the Unit Trust of India (SUUTI).



Mr. M. Ramadoss, Chairman and Managing Director of the New India Assurance Co. Ltd., was also Chairman of General Insurers Public Sector Association (GIPSA), is a Chartered Accountant. He is also a Fellow of Insurance Institute of

India and an Associate of Chartered Insurance Institute of UK. He is the Chairman of Insurance and Pension Committee of ASSOCHAM. He is a Director on the Board of Deposit Insurance and Credit Guarantee Corporation, GIC Housing Finance Limited and India International Insurance Pte. Ltd. Singapore.



Mr. S.L. Mohan, Secretary General, General Insurance Council, was Chairman & Managing Director of the Oriental Insurance Company Limited, a public sector general insurance company from May

2002 till Feb 2005. He was appointed as Secretary General of General Insurance Council in November 2008.



Mr. M.V. Nair, Chairman and Managing Director of Union Bank of India. He was also the Chairman of Indian Banks' Association (IBA). Mr Nair serves as a Director on the Board of Agricultural Finance Corporation Ltd. He is also a

member on the Governing Board of Institute of Banking Personnel Selection (IBPS) and serves on its Finance Committee, a member on the High Powered Committee set up by the Reserve Bank of India (RBI) and headed by Smt Usha Thorat, Dy. Governor, RBI to review the Lead Bank Scheme.



Dr. Rajeev Gowda, Professor of Economics & Social Sciences at the Indian Institute of Management, Bangalore Is an economics graduate from Bangalore University. He did his Masters in Economics from Fordham University and

Doctorate in Public Policy & Management from the Wharton School, University of Pennsylvania, USA. He was also a Post-doctoral Fellow in Law and Economics at the University of California, Berkeley, USA. Dr. Gowda has co-edited two books, Judgements, Decisions and Public Policy (2002) and Integrating Insurance and Risk Management for Hazardous Wastes (1990). Dr. Gowda has also served as Consultant for Pricewaterhouse Coopers on Electricity Sector Reforms in Karnataka. He has also been actively involved in social and community activities.



Mr. Kamlesh S. Vikamsey, Senior Partner of M/s. Khimji Kunverji & Co., Chartered Accountants was the President of Confederation of Asian and Pacific Accountants (CAPA). A chartered accountant by profession, he was a part-time

Member of Insurance Regulatory and Development Authority (IRDA) 2005-2006 and has been a member of several committees constituted by various bodies and agencies of the Government of India. Mr Vikamsey was also a Member of Steering Committee of United Nations for independent external evaluation and comprehensive review of governance and oversight of its funds, programme and specialized agencies. He was the president of The Institute of Chartered Accountants of India (ICAI) New Delhi in the year 2005-06. Mr Vikamsey is currently Director on the Board of several organizations.



Mrs. Bhagyam Ramani, **Director** on the Board of the Corporation and also General Manager in-charge of Investment & Accounts in the Corporation has over 3 decades of experience in the area of investment & accounts.

Mrs. Ramani is also a visiting faculty at College of Insurance, Mumbai and National Insurance Academy, Pune. She delivers lectures on subjects related to Investment. Mrs. Ramani is a member on the Board of Larsen & Toubro Ltd., Agriculture Insurance Co. Ltd., National Stock Exchange Ltd., Milestone Capital Services Ltd., IDBI Trusteeship Services Ltd. She is also a Trustee for Tariff Advisory Committee (Employees') Pension Fund and a member of Insurance Institute of India.

MANAGEMENT



(Sitting L-R) General Managers: Mrs. Bhagyam Ramani, Mr. R. Raghavan, Mr. M. Ramaprasad, Mr. Yogesh Lohiya (Chairman-cum-Managing Director), Mr. A.K. Roy, Mr. Sujay Banarji.

(Standing L-R) Deputy General Managers: Mr. Y. Ramulu, Mr. H. G. Rokade, Mr. P.N. Gandhi, Mr. H. L. Teckchandani, Mr. P. K. Bhagat, Mr. A. K. Mittal, Mr. Ashwani Kumar, Mrs. Alice Vaidyan.



NOTICE

NOTICE is hereby given that the 38th **ANNUAL GENERAL MEETING** of the Members of the **GENERAL INSURANCE CORPORATION OF INDIA** will be held at the Registered Office of the Corporation at "Suraksha", 170, J. Tata Road, Churchgate, Mumbai - 400 020, on Wednesday, the 8th September, 2010 at 10.30 a.m. to transact the following business:

Ordinary Business

1. To receive and adopt the Directors' Report and Audited Statements of Account for the year ended 31st March, 2010.
2. To declare dividend on equity shares.
3. To fix remuneration of auditors for the year 2010-2011 .

For and on behalf of the Board

(Suchita Gupta)
Company Secretary

Registered Office:

"Suraksha", 170, J. Tata Road,
Churchgate,
Mumbai – 400 020

Dated : 30th August, 2010

Note :

1. A member entitled to attend and vote at the Meeting is entitled to appoint another person, whether a member or not, as his proxy to attend the meeting and vote thereat instead of himself.
2. The instrument appointing a proxy or other authority, if any, can be deposited at the Registered Office of the Corporation, not less than 48 hours before the time for holding the meeting.