Points to be remembered in Insurance

S.No	Sec	Title	Remarks	Note
1	6	Min paid up capital required (MPUC)	Life / General Insurance -100 Cr Health Insurance - 100 Cr Re- Insurance- 200 Cr {**Min Net owned funds- 5000 Cr** for Re Insurance business}	
2		Sufficiecy of assets	Net Assets = 50% of (MPUC)	Not complied- wound up by court on application made by Authority
3		Annual Audit	(BPRP)- B/s, P&L, Revenue A/c, P&L appropriation a/c	
4		Submission of returns	Audit report and Actuarial report **4 Copies** - within **6 m** from the end of the period - to IRDA	Signed by - CPT AMA C- Chairman P- Principal officer of the Co T- Two Directors A- Auditor M- MD(if any) A - Actuary
5		Actuarial report	On **Life Insurane business-** once in a year (may extend to 2 yrs by IRDA)	Investigation- every 3 yrs
6		Liability of Directors for Contravention	Sec 27, A,B,C,D or Sec 29	Jointly and severally liable - make good of such loss
7		Obligatioin of Insurers in respect of Third Party risks of Motor vehicles	Underwrite such min % of Insurance business in it. Failure consequence	**Max 25 Cr** penalty
8		Indian properties not to be Insured with Foreign Insurers	Failure consequence	**Max 5 Cr** penalty

9	27	Investment of Assets	Sum of liabilities to holders of LIC
			(-) Amount of Premium (Not yet received + Grace days not expired)
			(-) Loans given (with surrender value of LIC)
			XXXXX

	Life Insurance	General Insurance
Govt Security	25%	25%
Govt + Approved Security	25%	10%
Approved Investments	Balance	-
Approved Security	-	Balace

* Insurer shall invest - **Max 5%** in controlled funds or Assets of promoter Co
* Approved by IRDA

9 IRDA, 1999
CG shall appoint Authority
(1 member - Knoledge in Life/ Gen/ Actuarial Science)

Chairperson | Max 5 WTM | Max 4 Part time members

Holds office
5 yrs- Max
65 yrs age
(Eligible for reappointment)

< 2yrs of appointment can't hold office under CG/SC

Resign by 3 m prior notice / removal

Holds Max 5 yrs -till 62 yrs age

By Prasanth Sankuratri
s.prasanth743@gmail.com