

F. No. A-15011/02/2008--Ins. III
Government of India
Ministry of Finance
Department of Financial Services

3rd Floor, Jeevan Vihar Building,
Parliament Street, New Delhi.

Dated: 16th February, 2012

To

- 1) The Chairman-cum-Managing Director,
Oriental Insurance Company Ltd.
Oriental House, Delhi-110002.
- 2) The Chairman-cum-Managing Director,
New India Assurance Company Ltd.
M.G. Road, Mumbai-400001.
- 3) The Chairman-cum-Managing Director,
National Insurance Company Ltd.
Middleton Street, Kolkata-700071.
- 4) The Chairman-cum-Managing Director,
United India Insurance Company Ltd
Whites Road, Chennai-600014.
- 5) The Chairman-cum-Managing Director,
General Insurance Corporation of India
Tata Road, Churchgate, Mumbai-400020.
- 6) The Chairman-cum-Managing Director,
Agriculture Insurance Company of India Ltd.
Ambadeep, K.G. Marg, New Delhi.

Subject: Scheme of Reimbursement of Medical expenses to existing/retired Whole Time Directors on the Board of four General Insurance Companies, General Insurance Corporation of India and Agricultural Insurance Company of India Ltd.

Dear Sir

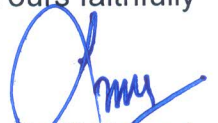
As you are aware the Government vide communication of even number dated 23.2.2009 introduced the scheme of reimbursement of medical expenses to existing/retired Whole Time Directors (WTD) on the Board of public sector general insurance companies including GIC and AICIL.

2. The above mentioned scheme has been reviewed and it has been decided to amend the scheme to the extent as follows:

- I. To extend the benefit to those General Managers (GMs), who at the time of their retirement, are found to be senior to any of the WTD on the board of any of the companies. This may apply to retired/retiring GMs and also to those who are deputed to other entities by virtue of such posting/deputation.
- II. Every time a vacancy of WTD arises due to any exit, by whatever reason, the next senior most GM, in the combined seniority list, be posted to the company where the vacancy has arisen. This may necessitate transfer of GMs from one company to other. However, it may be ensured that the person who has been transferred is left with at least one year of residual service on the date of vacancy in the other company. In case, the officer, who has more than a year of service left, is unwilling to move to the other company as WTD due to his locational preference or any other such reason, he foregoes the benefit available to WTD, in terms of Para I above. For this purpose, the Committee of CMDs prescribed under Para 13 of the promotion policy for officers will make a suitable recommendation to the Government as per the existing practice and procedure.

Thanking you,

Yours faithfully



(Lalit Kumar)

Director (Ins.)

Tel: 011-23365808

Copy to: CE, GIPSA

o/c

Stamped on 17/2/2011.