

IC-24 - Legal Aspects of Life Assurance

Original Text in book

Chapter -13 Page no.372 of Point.1.9 Point c. last bullet point

- As per the FDI norms, foreign participation in an Indian insurance company was restricted to 26% equity/ordinary sharing capital with the balance being funded by Indian promoter entities. In April 2015 the Reserve Bank of India notified government's decision to raise foreign direct investment (FDI) lone in the insurance sector to 49%.

Revised text as per revised FDI limit as below

Chapter -13 Page no.372 of Point.1.9 Point c. last bullet point

- As per the FDI norms, foreign participation in an Indian insurance company was restricted to 49% equity/ordinary sharing capital with the balance being funded by Indian promoter entities. The Parliament has passed Insurance (Amendment) Act, 2021 to increase foreign direct investment (FDI) in the insurance sector to 74%.