

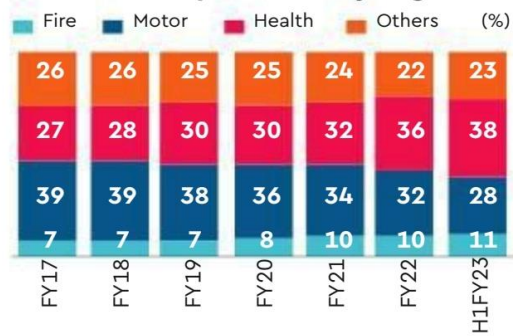
# Non-life insurance premiums to grow 13-15%; health to cross ₹1 trn in FY24

## Movement in premiums



Source: IRDAI

## Movement in premiums by segment



Note: Health includes personal accident  
Source: IRDAI

**BACKED BY RISING** per capita income level, better product innovation and customisation, strong distribution channels and rising financial literacy, the non-life insurance industry witnessed a CAGR of nearly 11.5% in its total premium to over ₹2.2 billion for FY22, from ₹1.3 billion in FY17, according to a **CareEdge** report. In H1FY23, the industry grew 15.3% YoY, compared with a 12.6% growth in H1FY22. Health and motor segments were major contributors with around 66%-68% share in gross direct premium between FY17 and FY22. Health and motor segments altogether had 66% share in non-life insurance premium in H1FY23, while fire contributed 11% to the gross direct premium.

Gross premiums of the non-life insurance industry are expected to grow at 13%-15% over the medium term. Health,



which is expected to cross the ₹1-trillion mark, along with motor that is envisaged to reach the ₹85,000-crore level by FY24, will be the primary drivers of non-life insurance growth.

The health segment grew 26.2% in FY22 which was double the growth of 12.2% witnessed in FY21. The health segment's mar-

ket share in the non-life insurance industry rose from 27% in FY17 to 36% in FY22.

Motor insurance witnessed a de-growth in FY21 on account of low vehicle sales and no revision of motor third party rates. The segment's growth improved marginally to 3.9% in the previous financial year.