

15th April, 2005

CIRCULAR

ALL INSURERS

Re.: Appointment of Auditors by the Insurers

Attention of the insurers is drawn to the parameters laid down by the Authority for appointment of auditors by them.

The Authority hereby reiterates that the insurers while appointing the statutory auditors for the financial year 2005-06 take care to ensure that the following requirement is duly complied with:

“It is further required that each insurance company will have two auditors on a joint audit. One of them will have a term of 5 years and the other 4 years in the first instance and from then onwards, the maximum duration for which the auditor could be retained would be for a period of 5 years.”

All insurers are requested to take note for compliance.

(C.S. Rao)

Chairman