

Industry Highlights - Q2 of 2025 Vs Q2 of 2024

No.	Description		Quarter 02 - 2025 Note 1 Value (Rs.'000)	Quarter 02 - 2024 Note 1 Value (Rs.'000)
1	Profit of Insurance Companies (Before Tax)	1. Life Insurance	10,645,139	13,253,003
		2. General Insurance	11,923,386	9,898,332
		3. Reinsurance ^{Note 5}	(361,922)	1,001,437
	Profit of Insurance Companies (After Tax)	1. Life Insurance	Not Available	Not Available
		2. General Insurance	Not Available	Not Available
		3. Reinsurance ^{Note 5}	Not Available	Not Available
2	Underwriting Profit of Insurance Companies	1. Life Insurance	Not Applicable	Not Applicable
		2. General Insurance	12,911,209	8,911,618
		3. Reinsurance ^{Note 5}	(538,326)	746,421
3	Capital levels of Insurance Companies	1. Life Insurance	182,222,755	165,886,030
		2. General Insurance	130,450,992	116,557,918
		3. Reinsurance ^{Note 5}	860,987	1,732,205
	Compliance with Solvency Margin (RBC)		All Insurance Companies (Life and General) had complied with the minimum capital requirement of the RBC Except MBSL General	One life insurance company had not complied with the minimum RBC requirement.
4	Total Assets of the insurance sector		1,308,840,164	1,143,253,816
5	Distribution of total assets of insurance companies	1. Life Insurance	990,567,527	855,001,672
		Government Debt Securities	516,067,506	478,122,294
		Equities	50,098,720	33,361,099
		Investments in Subsidiaries	2,968,141	2,976,141
		Investments in Associates	9,886,063	8,497,296
		Corporate Debt	173,170,830	138,433,101
		Land & Buildings	7,668,449	7,478,932
		Deposits	110,138,851	82,697,557
		Unit Trusts	14,661,714	11,287,506
		Investments in Gold	368,764	247,363
		Reinsurance receivable	4,738,560	3,507,271
		Policy Loans	9,816,996	9,488,870
		Mortgage Loans	-	-
		Premium receivable from policyholders and intermediaries	6,238,562	5,695,738
		Intangible Assets	15,663,917	9,421,763
		Property Plant and Equipments	22,945,063	21,337,406
		Other loans	3,052,335	4,296,650
		Other Assets	25,003,600	21,898,816
		Cash and Cash Equivalents	18,079,456	16,253,872
		2. General Insurance	305,399,396	276,393,167
		Government Debt Securities	112,339,801	109,384,032
		Equities	12,761,830	8,007,025
		Investments in Subsidiaries	4,763,370	4,413,461
		Investments in Associates	187,586	105,366
		Corporate Debt	22,548,467	18,896,809
		Land & Buildings	2,828,249	2,698,249
		Deposits	28,600,596	29,150,041
		Unit Trusts	7,640,855	3,928,866
		Investments in Gold	31,020	22,619
		Reinsurance receivable	26,567,692	22,109,802
		Policy Loans	-	-
		Mortgage Loans	-	-
		Premium receivable from policyholders and intermediaries	36,484,552	32,431,745
		Intangible Assets	2,558,087	2,516,629
		Property Plant and Equipment	9,392,488	8,810,199
		Other Loans	3,369,123	2,128,989
		Other Assets	24,459,177	25,507,161
		Cash and cash equivalents	10,866,503	6,282,173
		3. Reinsurance ^{Note 5}	12,873,241	11,858,977
		Government Debt Securities	8,787,134	6,502,907
		Equities		
		Investments in Subsidiaries		
		Investments in Associates		
		Corporate Debt		
		Land & Buildings		
		Deposits		
		Unit Trusts		
		Investments in Gold		
		Reinsurance receivable	583,649	1,417,549
		Policy Loans		
		Mortgage Loans		
		Premium receivable from policyholders and intermediaries	2,003,510	2,456,190
		Intangible Assets		
		Property Plant and Equipment		
		Other Loans	5	15
		Other Assets	172,424	227,465
		Cash and cash equivalents	1,326,519	1,254,851
6	Gross Premiums for different classes of insurance	Total	184,545,375	158,778,862
		1. Life Insurance	107,283,407	87,625,017
		2. General Insurance	77,261,968	71,153,845
		a. Motor	34,154,849	29,885,735
		b. Fire	9,723,823	9,699,305
		c. Marine	2,564,553	2,318,211
		d. Health	12,765,183	12,479,605
		e. Other categories	7,054,193	6,806,866
		f. SRCC ^{Note 3}	10,999,367	9,964,122
		3. Reinsurance ^{Note 5}	1,581,104	1,980,975

No.	Description	Quarter 01 - 2025 Note 1 Value (Rs.'000)	Quarter 01 - 2024 Note 1 Value (Rs.'000)
7	Reinsurance by Insurance Companies Note 4	1. Reinsurance premiums	19,489,680
		1. Life Insurance	4,359,271
		2. General Insurance	15,130,409
		a. Motor	1,384,618
		b. Fire	7,172,874
		c. Marine	1,680,502
		d. Health	565,258
		e. Other categories	4,327,157
		f. SRCC Note 3	-
		3. Reinsurance Note 5	62,131,559
	Retention by Insurance Companies	2. Retention of Premium	165,055,695
		1. Life Insurance	102,924,136
		2. General Insurance	62,131,559
		a. Motor	32,770,231
		b. Fire	2,550,949
		c. Marine	884,051
		d. Health	12,199,925
		e. Other categories	2,727,036
		f. SRCC Note 3	10,999,367
		3. Reinsurance Note 5	1,581,104
8	Earned Premiums for different classes of insurance	Total	159,388,059
		1. Life Insurance	102,914,737
		2. General Insurance	56,473,322
		a. Motor	29,608,376
		b. Fire	2,352,604
		c. Marine	851,189
		d. Health	11,746,374
		e. Other categories	2,501,184
		f. SRCC Note 3	9,413,595
		3. Reinsurance Note 5	1,721,059
9	Claims of Insurance companies	1. Life Insurance	50,393,893
		2. General Insurance	30,832,099
		a. Motor	17,732,473
		b. Fire	1,882,222
		c. Marine	256,436
		d. Health	9,947,589
		e. Other categories	958,628
		f. SRCC Note 3	54,751
		3. Reinsurance Note 5	2,119,985
10	Investments of the Insurance sector with breakup	1. Life Insurance	897,898,369
		Government Debt Securities	516,067,506
		Equities	50,098,720
		Investments in Subsidiaries	2,968,141
		Investments in Associates	9,886,063
		Corporate Debt	173,170,830
		Land & Buildings	7,668,449
		Deposits	110,138,851
		Unit Trusts	14,661,714
		Investments in Gold	368,764
		Policy Loans	9,816,996
		Mortgage Loans	-
		Other Loans	3,052,335
		2. General Insurance	195,070,897
		Government Debt Securities	112,339,801
		Equities	12,761,830
		Investments in Subsidiaries	4,763,370
		Investments in Associates	187,586
		Corporate Debt	22,548,467
		Land & Buildings	2,828,249
		Deposits	28,600,596
		Unit Trusts	7,640,855
		Investments in Gold	31,020
		Policy Loans	-
		Mortgage Loans	-
		Other Loans	3,369,123
		3. Reinsurance Note 5	8,787,139
		Government Debt Securities	8,787,134
		Equities	-
		Investments in Subsidiaries	-
		Investments in Associates	-
		Corporate Debt	-
		Land & Buildings	-
		Deposits	-
		Unit Trusts	-
		Investments in Gold	-
		Policy Loans	-
		Mortgage Loans	-
		Other Loans	5
11	Investment Income of Insurance Companies	1. Life Insurance	49,652,160
		2. General Insurance	9,592,043
		3. Reinsurance Note 5	342,378

	Description		Quarter 02 - 2025 Note 1			Quarter 02 - 2024		
12	Aspects of Financial System	Indicator	Life Insurance	General Insurance	Reinsurance ^{Note 5}	Life Insurance	General Insurance	Reinsurance ^{Note 5}
Capital Adequacy	Capital Adequacy Ratio		345%	265%	35%	312%	276%	37%
	Capital to Total Assets		0.18	0.43	0.07	0.19	0.42	0.15
	Capital to Technical Reserves			1.40	0.08		1.33	0.20
	Technical Reserve Ratio (%)			96.71	42.4		117.77	48.52
Earnings and Profitability	Profitability Ratio (%)		9.92	15.43	35.13	15.12	13.91	24.17
	Underwriting Ratio (%)			22.86	(31.28)		17.02	42.63
	Return on Assets (ROA) (%)		3.24	8.60	1.41	3.81	9.64	-3.87
	Return on Equity (ROE) (%)		17.19	20.25	13.44	18.75	21.37	-21.22
	Net Combined Operating Ratio (%)		88.57	101.40	103.24	88.00	107.38	33.92
	Investment Yield Ratio (%)		12.05	10.20	8.86	14.04	15.02	13.71
	Premium Stability Ratio (%)		22.43	8.58	(20.19)	19.88	9.07	50.40
Liquidity	Liquidity Ratio		0.80	0.87	0.84	0.88	0.91	0.64
	Loss Ratio (%)		48.97	54.60	123.18	49.14	59.56	48.24
Reinsurance and Actuarial Issues	Retention (Reinsurance) Ratio (%)		95.94	80.42	100.00	95.63	79.94	100.00
Costs	Management Expense Ratio (%)		39.60	46.80	(19.94)	38.85	47.82	(14.32)
13	Total Assets of the Insurance Brokering Companies ^{Note 2}		17,703,049,994			14,468,348,004		
14	Compliance with regulatory requirements	Any non-compliance with the Regulatory requirements will be informed to the relevant companies to take corrective actions and monitored those accordingly.						
15	Developments in the insurance industry, with specific references to the buildup of risk	The Profits Before Tax of both Life Insurance business and the Reinsurance business show an Decline of Rs. 2,607 Mn and Rs. 1363 Mn, respectively, while the General Insurance business shows a increse of Rs.2025 Mn in the 2nd quarter of 2025.						
		Assets of the Life Insurance business recorded an increase of 16%, mainly driven by higher investments in Government Debt Securities (8%), Equities (50%), Deposits (33%), Corporate Debt (25%), Reinsurance Receivables (35%), Intangible Assets (66%), and Cash and Cash Equivalents (11%). Assets of the General Insurance business increased by 10%, supported by growth in Equities (59%), Corporate Debt (19%), Unit Trusts (94%), Investments in Subsidiaries (8%), and Investments in Associates (78%). Assets of the Reinsurance business recorded an increase of 9%, primarily due to higher investments in Government Debt Securities (35%) and Cash and Cash Equivalents (6%). Capital levels of the Life Insurance business and the General Insurance business increased by 10% and 12%, respectively, while the Reinsurance business recorded a decline of 50%..						
		Premium growth for Life Insurance business was 22%, while General Insurance business recorded increase of 8.6% & overall industry premium growth was 16%. Premium decline for Reinsurance business was recorded at 20%.						
		Claims of the Life Insurance business increased by 22% and the General Insurance business declined by 1%, respectively.						

Notes

Note 1 The above data for Q2 2025 and the comparative column Q2 2024 include data for all General Insurance Companies and Life Insurance Companies.

Note 2 Total assets of the all Insurance Brokering Companies reported in Q1 2025 have been taken into consideration due to the availability Broker returns as of 15th August 2025.

Note 3 Referring to Cabinet Approval Memorandum Number MF/PE/007/CM/2024/098, starting from 1st January 2024, all general insurance companies are now required to cede the full SRCC premium (100%) collected under the motor category to NITF. As a result, the format has been revised to add extra rows for presenting the SRCC scheme (segments 6 & 7) of NITF, thereby enhancing data representation.

Note 4 It has been decided to remove Columns A, B, and C from Item 7 due to availability of wise SRCC premium (from the previous submission)

Note 5 Denotes the category of compulsory cession of Reinsurance Premiums ceded to NITF from the General Insurance Business.

Note 6 Contribution of Crop Insurance under NITF reported an amount of Rs. 1321 Mn and Rs. 750 Mn for Q2 2025 and Q2 2024, respectively.