

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 2. General Insurance 3. Reinsurance <small>Note 5</small>	10,645,139 11,923,386 (361,922)
	Profit of Insurance Companies (After Tax)	1. Life Insurance 2. General Insurance 3. Reinsurance <small>Note 5</small>	Not Available Not Available Not Available
			Not Available Not Available Not Available
2	Underwriting Profit of Insurance Companies	1. Life Insurance 2. General Insurance 3. Reinsurance <small>Note 5</small>	Not Applicable 12,911,209 (538,326)
			Not Applicable 8,911,618 746,421
3	Capital levels of Insurance Companies	1. Life Insurance 2. General Insurance 3. Reinsurance <small>Note 5</small>	182,222,755 130,450,992 860,987
	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
		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
		Reinsurance receivable	4,738,560
		Policy Loans	9,816,996
		Mortgage Loans	-
		Premium receivable from policyholders and intermediaries	6,238,562
		Intangible Assets	15,663,917
		Property Plant and Equipements	22,945,063
		Other loans	3,052,335
		Other Assets	25,003,600
		Cash and Cash Equivalents	18,079,456
		2. General Insurance	305,399,396
		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
		Reinsurance receivable	26,567,692
		Policy Loans	-
		Mortgage Loans	-
		Premium receivable from policyholders and intermediaries	36,484,552
		Intangible Assets	2,558,087
		Property Plant and Equipment	9,392,488
		Other Loans	3,369,123
		Other Assets	24,459,177
		Cash and cash equivalents	10,866,503
		3. Reinsurance <small>Note 5</small>	12,873,241
6	Gross Premiums for different classes of insurance	Government Debt Securities	8,787,134
		Equities	6,502,907
		Investments in Subsidiaries	-
		Investments in Associates	-
		Corporate Debt	-
		Land & Buildings	-
		Deposits	-
		Unit Trusts	-
		Investments in Gold	-
		Reinsurance receivable	583,649
		Policy Loans	1,417,549
		Mortgage Loans	-
		Premium receivable from policyholders and intermediaries	2,003,510
		Intangible Assets	-
		Property Plant and Equipment	-
		Other Loans	5
		Other Assets	172,424
		Cash and cash equivalents	1,326,519
		Total	184,545,375
		1. Life Insurance	107,283,407
		2. General Insurance	77,261,968
		a. Motor	34,154,849
		b. Fire	9,723,823
		c. Marine	2,564,553
		d. Health	12,765,183
		e. Other categories	7,054,193
		f. SRCC <small>Note 3</small>	10,999,367
		3. Reinsurance <small>Note 5</small>	1,581,104
			9,964,122
			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 <small>Note 4</small>	1. Reinsurance premiums 1. Life Insurance 2. General Insurance a. Motor b. Fire c. Marine d. Health e. Other categories f. SRCC <small>Note 3</small> 3. Reinsurance <small>Note 5</small>	19,489,680 4,359,271 15,130,409 1,384,618 7,172,874 1,680,502 565,258 4,327,157 - 62,131,559 	18,100,350 3,829,551 14,270,799 1,645,247 6,616,847 1,575,828 580,475 3,852,402 - 56,883,046
	Retention by Insurance Companies	2. Retention of Premium 1. Life Insurance 2. General Insurance a. Motor b. Fire c. Marine d. Health e. Other categories f. SRCC <small>Note 3</small> 3. Reinsurance <small>Note 5</small>	165,055,695 102,924,136 62,131,559 32,770,231 2,550,949 884,051 12,199,925 2,727,036 10,999,367 1,581,104	140,678,511 83,795,465 56,883,046 28,240,488 3,082,459 742,383 11,899,130 2,954,464 9,964,122 1,980,975
8	Earned Premiums for different classes of insurance	Total 1. Life Insurance 2. General Insurance a. Motor b. Fire c. Marine d. Health e. Other categories f. SRCC <small>Note 3</small> 3. Reinsurance <small>Note 5</small>	159,388,059 102,914,737 56,473,322 29,608,376 2,352,604 851,189 11,746,374 2,501,184 9,413,595 1,721,059	136,138,830 83,788,474 52,350,356 30,547,987 2,799,071 739,746 10,061,900 2,641,823 5,559,829 1,750,829
9	Claims of Insurance companies	1. Life Insurance 2. General Insurance a. Motor b. Fire c. Marine d. Health e. Other categories f. SRCC <small>Note 3</small> 3. Reinsurance <small>Note 5</small>	50,393,893 30,832,099 17,732,473 1,882,222 256,436 9,947,589 958,628 54,751 2,119,985	41,176,114 31,182,249 17,402,460 1,886,289 485,768 8,941,355 2,411,110 55,268 844,543
10	Investments of the Insurance sector with breakup	1. Life Insurance Government Debt Securities Equities Investments in Subsidiaries Investments in Associates Corporate Debt Land & Buildings Deposits Unit Trusts Investments in Gold Policy Loans Mortgage Loans Other Loans 2. General Insurance Government Debt Securities Equities Investments in Subsidiaries Investments in Associates Corporate Debt Land & Buildings Deposits Unit Trusts Investments in Gold Policy Loans Mortgage Loans Other Loans 3. Reinsurance Note 5	897,898,369 516,067,506 50,098,720 2,968,141 9,886,063 173,170,830 7,668,449 110,138,851 14,661,714 368,764 9,816,996 - 3,052,335 195,070,897 112,339,801 12,761,830 4,763,370 187,586 22,548,467 2,828,249 28,600,596 7,640,855 31,020 - 3,369,123 8,787,139 8,787,134 - - - - - - - - - 5	776,886,807 478,122,294 33,361,099 2,976,141 8,497,296 138,433,101 7,478,932 82,697,557 11,287,506 247,363 9,488,870 - 4,296,650 178,735,456 109,384,032 8,007,025 4,413,461 105,366 18,896,809 2,698,249 29,150,041 3,928,866 22,619 - 2,128,989 6,502,922 6,502,907 - - - - - - - - - 15
11	Investment Income of Insurance Companies	1. Life Insurance 2. General Insurance 3. Reinsurance <small>Note 5</small>	49,652,160 9,592,043 342,378	49,858,615 11,222,818 319,726

	Description		Quarter 02 - 2025 Note 1			Quarter 02 - 2024		
			Life Insurance	General Insurance	Reinsurance ^{Note 5}	Life Insurance	General Insurance	Reinsurance ^{Note 5}
12	Aspects of Financial System	Indicator	Capital Adequacy Ratio	345%	265%	35%	312%	276%
			Capital to Total Assets	0.18	0.43	0.07	0.19	0.42
			Capital to Technical Reserves		1.40	0.08		1.33
			Technical Reserve Ratio (%)		96.71	42.4		117.77
13		Earnings and Profitability	Profitability Ratio (%)	9.92	15.43	35.13	15.12	13.91
			Underwriting Ratio (%)		22.86	(31.28)		17.02
			Return on Assets (ROA) (%)	3.24	8.60	1.41	3.81	9.64
			Return on Equity (ROE) (%)	17.19	20.25	13.44	18.75	-3.87
		Liquidity	Net Combined Operating Ratio (%)	88.57	101.40	103.24	88.00	107.38
			Investment Yield Ratio (%)	12.05	10.20	8.86	14.04	15.02
14	Reinsurance and Actuarial Issues	Premium Stability Ratio (%)	22.43	8.58	(20.19)	19.88	9.07	50.40
		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
15	Compliance with regulatory requirements	Retention (Reinsurance) Ratio (%)	95.94	80.42	100.00	95.63	79.94	100.00
		Costs		39.60	46.80	(19.94)	38.85	47.82
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	<p>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 increase of Rs.2025 Mn in the 2nd quarter of 2025.</p> <p>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%).</p> <p>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%).</p> <p>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%).</p> <p>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%..</p> <p>Premium growth for Life Insurance business was 22%, while General Insurance business recorded increase of 8.6% & overall industry premium growth was 16%.</p> <p>Premium decline for Reinsurance business was recorded at 20%.</p> <p>Claims of the Life Insurance business increased by 22% and the General Insurance business declined by 1%, respectively.</p>						

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.