Industry Highlights - Q2 of 2026 Vs Q2 of 2025

No.	Description		Quarter 02 - 2026 [Note 1] Value (Rs.'000)	Quarter 02 - 2025 [Note 1] Value (Rs.'000)
1	Profit of Insurance Companies (Before Tax)	1. Life Insurance	9,596,282	10,645,140
		2. General Insurance	15,582,397	11,923,386
		3. Reinsurance	230,598	-361,922
	Profit of Insurance Companies (After Tax)	1. Life Insurance	Not Available	Not Available
		2. General Insurance	Not Available	Not Available
		3. Reinsurance	Not Available	Not Available
2	Underwriting Profit of Insurance Companies	1. Life Insurance	Not Available	Not Available
		2. General Insurance	17,451,314	12,911,209
		3. Reinsurance	-99,790	-538,326
3	Capital levels of Insurance Companies	1. Life Insurance	188,955,688	182,222,755
		2. General Insurance	149,430,626	130,450,992
		3. Reinsurance	-10,468,748	860,987
	Compliance with Solvency Margin (RBC)		All Insurance Companies (Life and General) had complied with the minimum capital adequacy ratio requirement of the RBC. Except for one composite insurance company, all other insurers have complied with the minimum total available capital requirement of RBC.	All Insurance Companies (Life and General) had complied with the minimum capital adequacy ratio requirement of the RBC. Except for one composite insurance company, all other insurers have complied with the minimum total available capital requirement of RBC.
4	Total Assets of the insurance sector		**1,510,118,890**	**1,308,840,164**
5	Distribution of total assets of insurance companies	**1. Life Insurance**	**1,119,957,589**	**990,567,527**
		Government Debt Securities	580,155,691	516,067,506
		Equities	51,714,179	50,098,720
		Investments in Subsidiaries	4,394,490	2,968,141
		Investments in Associates	6,492,966	9,886,063
		Corporate Debt	184,582,416	173,170,830
		Land & Buildings	7,791,548	7,668,449
		Deposits	137,567,894	110,138,851
		Unit Trusts	17,204,799	14,661,714
		Investments in Gold	658,528	368,764
		Reinsurance Receivable	3,125,901	4,738,560
		Policy Loans	10,695,055	9,816,996
		Mortgage Loans	-	-
		Premium receivable from policyholders and intermediaries	8,773,693	6,238,562
		Intangible Assets	14,773,754	15,663,917
		Property Plant and Equipements	24,319,150	22,945,063
		Other Loans	3,191,980	3,052,335
		Other Assets	30,590,427	25,003,600
		Cash and Cash Equivalents	33,925,118	18,079,456
		2. General Insurance	**378,950,255**	**305,399,396**
		Government Debt Securities	125,071,112	112,339,801
		Equities	17,461,640	12,761,830
		Investments in Subsidiaries	5,303,414	4,763,370
		Investments in Associates	-	187,586
		Corporate Debt	23,702,616	22,548,467
		Land & Buildings	3,112,649	2,828,249
		Deposits	33,619,952	28,600,596
		Unit Trusts	10,020,417	7,640,855
		Investments in Gold	45,120	31,020
		Reinsurance Receivable	69,580,267	26,567,692
		Policy Loans	-	-
		Mortgage Loans	-	-
		Premium receivable from policyholders and intermediaries	35,338,814	36,484,552
		Intangible Assets	2,887,606	2,558,087
		Property Plant and Equipment	8,412,292	7,824,462
		Other Loans	4,290,906	3,433,231
		Other Assets	27,521,294	25,963,094
		Cash and cash equivalents	12,582,155	10,866,503
		3. Reinsurance	**11,211,046**	**12,873,241**
		Government Debt Securities	8,430,588	8,787,134
		Equities		
		Investments in Subsidiaries		
		Investments in Associates		
		Corporate Debt		
		Land & Buildings		
		Deposits		
		Unit Trusts		
		Investments in Gold		
		Reinsurance Receivable	159,363	583,649
		Policy Loans		
		Mortgage Loans		
		Premium receivable from policyholders and intermediaries	660,892	2,003,510
		Intangible Assets		
		Property Plant and Equipment		
		Other Loans	0	5
		Other Assets	232,627	172,424
		Cash and cash equivalents	1,727,577	1,326,519
6	Gross Premiums for different classes of insurance	**Total**	**222,058,685**	**184,545,375**
		1. Life Insurance	**127,989,644**	**107,283,407**
		2. General Insurance	**94,069,041**	**77,261,968**
		a. Motor	43,311,061	34,154,849
		b. Fire	11,640,551	9,723,823
		c. Marine	2,801,858	2,564,553
		d. Health	13,230,380	12,765,183
		e. Other categories	7,655,013	7,054,193
		f. SRCC & TC [Note 3]	15,430,179	10,999,367
		3. Reinsurance	**2,340,439**	**1,581,104**

No.	Description		Quarter 02 - 2026 [Note 1] Value (Rs.'000)	Quarter 02 - 2025 [Note 1] Value (Rs.'000)
7	Reinsurance by Insurance Companies [Note 4]	**1. Reinsurance premiums**	**20,590,127**	**19,489,680**
		1. Life Insurance	**4,997,217**	**4,359,271**
		2. General Insurance	**15,592,909**	**15,130,409**
		a. Motor	1,368,245	1,384,618
		b. Fire	7,629,862	7,172,874
		c. Marine	1,527,357	1,680,502
		d. Health	396,815	565,258
		e. Other categories	4,096,112	4,327,157
		f. SRCC & TC [Note 3]	574,518	-
		3. Reinsurance	-	Note 5
	Retention by Insurance Companies	**2. Retention of Premium**	**201,468,558**	**165,055,695**
		1. Life Insurance	**122,992,427**	**102,924,136**
		2. General Insurance	**78,476,131**	**62,131,559**
		a. Motor	41,942,815	32,770,231
		b. Fire	4,010,689	2,550,949
		c. Marine	1,274,501	884,051
		d. Health	12,833,564	12,199,925
		e. Other categories	3,558,901	2,727,036
		f. SRCC & TC [Note 3]	14,855,661	10,999,367
		3. Reinsurance	**2,340,439**	**1,581,104**
8	Earned Premiums for different classes of insurance	**Total**	**192,889,335**	**159,388,059**
		1. Life Insurance	**122,979,205**	**102,914,737**
		2. General Insurance	**69,910,130**	**56,473,322**
		a. Motor	39,161,204	29,608,376
		b. Fire	2,773,797	2,352,604
		c. Marine	1,065,241	851,189
		d. Health	11,667,277	11,746,374
		e. Other categories	2,813,693	2,501,184
		f. SRCC & TC [Note 3]	12,428,917	9,413,595
		3. Reinsurance	**2,074,672**	**1,721,059**
9	Claims of Insurance companies	1. Life Insurance	**51,172,428**	**50,393,893**
		2. General Insurance	**37,444,633**	**30,832,099**
		a. Motor	24,971,135	17,732,473
		b. Fire	635,088	1,882,222
		c. Marine	297,696	256,436
		d. Health	10,312,544	9,947,589
		e. Other categories	1,152,490	958,628
		f. SRCC & TC [Note 3]	75,680	54,751
		3. Reinsurance	**1,989,679**	**2,119,985**
10	Investments of the Insurance sector with breakup	**1. Life Insurance**	**1,004,449,546**	**897,898,369**
		Government Debt Securities	580,155,691	516,067,506
		Equities	51,714,179	50,098,720
		Investments in Subsidiaries	4,394,490	2,968,141
		Investments in Associates	6,492,966	9,886,063
		Corporate Debt	184,582,416	173,170,830
		Land & Buildings	7,791,548	7,668,449
		Deposits	137,567,894	110,138,851
		Unit Trusts	17,204,799	14,661,714
		Investments in Gold	658,528	368,764
		Policy Loans	10,695,055	9,816,996
		Mortgage Loans	-	-
		Other Loans	3,191,980	3,052,335
		2. General Insurance	**222,627,827**	**195,135,005**
		Government Debt Securities	125,071,112	112,339,801
		Equities	17,461,640	12,761,830
		Investments in Subsidiaries	5,303,414	4,763,370
		Investments in Associates	-	187,586
		Corporate Debt	23,702,616	22,548,467
		Land & Buildings	3,112,649	2,828,249
		Deposits	33,619,952	28,600,596
		Unit Trusts	10,020,417	7,640,855
		Investments in Gold	45,120	31,020
		Policy Loans	-	-
		Mortgage Loans	-	-
		Other Loans	4,290,906	3,433,231
		3. Reinsurance	**8,430,589**	**8,787,139**
		Government Debt Securities	8,430,588	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	0	5
11	Investment Income of Insurance Companies	1. Life Insurance	54,968,167	49,652,160
		2. General Insurance	9,431,591	9,592,043
		3. Reinsurance	350,085	342,378

	Description		Quarter 02 - 2026 [Note 1]			Quarter 02 - 2025 [Note 1]		
12	**Aspects of Financial System**	**Indicator**	**Life Insurance**	**General Insurance**	**Reinsurance**	**Life Insurance**	**General Insurance** [Note 5]	**Reinsurance** [Note 5]
	Capital Adequacy	Capital Adequacy Ratio	313%	286%	-178%	345%	297%	35%
		Capital to Total Assets	0.17	0.39	-0.93	0.18	0.43	0.07
		Capital to Technical Reserves	N/A	1.43	-0.51	N/A	1.40	0.08
		Technical Reserve Ratio (%)	N/A	139.64	21.81	N/A	128.45	33.62
	Earnings and Profitability	Profitability Ratio (%)	7.50	16.56	9.85	9.92	15.43	-22.89
		Underwriting Ratio (%)	N/A	24.96	-4.81	N/A	22.86	-31.28
		Return on Assets (ROA) (%)	2.96	7.12	-92.87	3.24	8.60	1.41
		Return on Equity (ROE) (%)	16.85	17.42	232.79	17.19	20.25	13.44
		Net Combined Operating Ratio (%)	79.28	97.97	109.56	88.57	101.40	143.12
		Investment Yield Ratio (%)	11.29	8.75	8.25	12.05	10.20	8.86
		Premium Stability Ratio (%)	19.30	21.75	48.03	22.43	8.58	-20.19
	Liquidity	Liquidity Ratio	0.81	0.75	0.47	0.80	0.87	0.84
		Loss Ratio (%)	41.61	53.56	95.90	48.97	54.60	123.18
	Reinsurance and Actuarial Issues	Retention (Reinsurance) Ratio (%)	96.10	83.42	100.00	95.94	80.42	100.00
	Costs	Management Expense Ratio (%)	37.67	44.40	13.66	39.60	46.80	19.94
13	Total Assets of the Insurance Brokering Companies [Note 2]				22,949,188			19,549,783
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 the General Insurance business and the Reinsurance business increased by Rs. 3,659 Mn and Rs. 593 Mn, respectively, while the Life Insurance business recorded a decrease of Rs. 1,048 Mn.						
		Assets of the Life Insurance business increased by 13%, primarily due to increases in Government Debt Securities (12%), Deposits (25%), Cash and Cash Equivalents (88%), and Corporate Debt Securities (7%). **Assets of General Insurance business** increased by 24%, mainly driven by increase in Government Debt Securities (11%), Reinsurance Receivables (162%), Deposits (18%), and Equities (37%). **Assets of Reinsurance business** decreased by 13%, mainly due to declines in Government Debt Securities (-4%), Reinsurance Receivables (-73%), and Premium Receivables (-67%).						
		The **Capital Levels** of the Life Insurance business and the General Insurance business increased by 4% and 15%, respectively. While the Reinsurance business recorded a decrease of 1,316%.						
		Premium growth in the **Life Insurance business** was 19%, while the **General Insurance business** recorded a growth of 22%, resulting in an overall industry premium growth of 20%. The **Reinsurance business** recorded a premium growth of 48%.						
		Claims of the **Life Insurance business** and the **General Insurance business** increased by 2% and 21%, respectively. While claims in the **Reinsurance business** recorded a decrease of 6%.						

Notes

Note 1 The above data for Q2 2026 and the comparative column Q2 2025 include data for all General Insurance Companies, Life Insurance Companies and including the category of compulsory cession of Reinsurance Premiums ceded to NITF from the General Insurance Business.

Note 2 Total assets value of all Insurance Brokering Companies reporting under Q2 2026 column represents the total asset value of Insurance Brokers as of 31.03.2026. This is due to unavailability of all Broker Returns for Q2 2026 by the time of finalizing this report.

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 & TC scheme (segments 6, 7, 8 & 9) of NITF, thereby enhancing data representation.

Note 4 Contribution of Crop Insurance under NITF reported an amount of Rs. 2,471.2 Mn and Rs. 2,628.1 Mn for Q2 2026 and Q2 2025, respectively.

Note 5 Certain figures reported in the previous submission for Q2 2025 have been revised.