

Industry Highlights - Q3 of 2024 Vs Q3 of 2023

No.	Description	Quarter 03 - 2024 Note 1	Quarter 03 - 2023 Note 1
		Value (Rs.'000)	Value (Rs.'000)
1	Profit of Insurance Companies (Before Tax)	1. Life Insurance 18,390,307 2. General Insurance 15,043,943	19,629,559 16,835,551
	Profit of Insurance Companies (After Tax)	1. Life Insurance Not Available 2. General Insurance Not Available	Not Available Not Available
2	Underwriting Profit of Insurance Companies	1. Life Insurance Not Applicable 2. General Insurance 15,327,769	Not Applicable 10,299,315
	3 Capital levels of Insurance Companies	1. Life Insurance 162,727,644 2. General Insurance 117,028,042	175,609,641 150,817,855
4	Compliance with Solvency Margin (RBC)	All Insurance Companies (Life and General) had complied with the minimum capital requirement of the RBC.	All Life Insurance Companies had complied with the minimum requirement, except MBSL and all General Insurance Companies comply with minimum capital requirement
5	Total Assets of the insurance sector	1,152,053,215	1,089,456,498
5	Distribution of total assets of insurance companies	1. Life Insurance 872,979,207	789,819,426
		Government Debt Securities 483,898,640	410,011,555
		Equities 33,663,135	41,648,739
		Investments in Subsidiaries 2,976,141	5,974,319
		Investments in Associates 8,720,083	4,718,644
		Corporate Debt 159,917,990	138,058,449
		Land & Buildings 7,479,349	7,207,373
		Deposits 77,272,553	88,224,608
		Unit Trusts 11,347,064	8,524,114
		Investments in Gold 271,135	217,165
		Reinsurance receivable 3,305,188	3,043,073
		Policy Loans 9,641,446	9,510,984
		Mortgage Loans -	-
		Premium receivable from policyholders and intermediaries 5,023,618	4,546,911
		Intangible Assets 9,201,834	2,653,931
		Property Plant and Equipements 21,613,325	18,972,031
		Other loans 3,174,720	4,631,756
		Other Assets 25,770,118	25,636,516
		Cash and Cash Equivalents 9,702,870	16,239,257
5		2. General Insurance 279,074,008	299,637,072
		Government Debt Securities 108,497,330	104,994,863
		Equities 8,838,864	15,109,217
		Investments in Subsidiaries 4,648,058	22,965,255
		Investments in Associates 115,906	305,660
		Corporate Debt 20,641,470	15,401,488
		Land & Buildings 2,698,249	4,820,878
		Deposits 27,171,872	30,105,098
		Unit Trusts 3,788,814	3,237,370
		Investments in Gold 24,793	19,858
		Reinsurance receivable 23,388,537	19,052,605
		Policy Loans -	-
		Mortgage Loans	
		Premium receivable from policyholders and intermediaries 33,485,420	29,264,409
		Intangible Assets 2,548,461	2,654,057
		Property Plant and Equipment 8,769,463	20,327,086
		Other Loans 2,103,162	1,589,929
		Other Assets 26,027,684	19,331,993
		Cash and cash equivalents 6,325,925	10,457,306
6	Gross Premiums for different classes of insurance	Total 237,382,134	203,696,069
		1. Life Insurance 131,184,151	109,931,361
		2. General Insurance 106,197,983	93,764,708
		a. Motor 46,555,851	46,647,371
		b. Fire 14,156,119	13,162,448
		c. Marine 3,574,054	3,339,632
		d. Health 17,269,369	15,311,565
		e. Other categories 9,851,360	9,717,455
		f. SRCC Note 3 14,791,230	5,586,238
No.	Description	Quarter 03 - 2024	Quarter 03 - 2023
		Value (Rs.'000)	Value (Rs.'000)
7	Reinsurance by Insurance Companies Note 4	1. Reinsurance premiums 26,115,790	25,210,580
		a. Life Insurance 5,699,606	5,287,844
		b. General Insurance 20,416,184	19,922,736
		a. Motor 2,372,454	2,301,149
		b. Fire 9,353,494	8,754,805
		c. Marine 2,456,474	2,358,842
		d. Health 675,988	566,408
		e. Other categories 5,557,774	5,948,132
		f. SRCC Note 3 -	(6,601)
	Retention by Insurance Companies	2. Retention of Premium 211,266,344	178,485,489
		a. Life Insurance 125,484,545	104,643,517
		b. General Insurance 85,781,798	73,841,972
		a. Motor 44,183,398	44,346,222
		b. Fire 4,802,625	4,407,643
		c. Marine 1,117,580	980,790
		d. Health 16,593,381	14,745,158
		e. Other categories 4,293,586	3,769,323
		f. SRCC Note 3 14,791,230	5,592,839

8	Earned Premiums for different classes of insurance	Total	205,413,824	178,167,854
	1. Life Insurance	125,479,816	104,640,747	
	2. General Insurance	79,934,008	73,527,107	
	a. Motor	45,499,695	45,317,667	
	b. Fire	4,377,286	3,612,177	
	c. Marine	1,117,639	983,273	
	d. Health	15,447,481	14,210,218	
	e. Other categories	4,107,552	3,553,926	
	f. SRCC Note 3	9,384,355	5,849,849	
9	Claims of Insurance companies	1. Life Insurance	62,185,174	55,921,399
	2. General Insurance	46,783,483	46,734,203	
	a. Motor	27,437,273	28,253,854	
	b. Fire	3,117,087	2,201,678	
	c. Marine	411,027	358,525	
	d. Health	13,844,765	14,134,900	
	e. Other categories	1,880,848	1,793,755	
	f. SRCC Note 3	92,484	(8,510)	
10	Investments of the Insurance sector with breakup	1. Life Insurance	798,362,255	718,727,705
	Government Debt Securities	483,898,640	410,011,555	
	Equities	33,663,135	41,648,739	
	Investments in Subsidiaries	2,976,141	5,974,319	
	Investments in Associates	8,720,083	4,718,644	
	Corporate Debt	159,917,990	138,058,449	
	Land & Buildings	7,479,349	7,207,373	
	Deposits	77,272,553	88,224,608	
	Unit Trusts	11,347,064	8,524,114	
	Investments in Gold	271,135	217,165	
	Policy Loans	9,641,446	9,510,984	
	Mortgage Loans	-	-	
	Other Loans	3,174,720	4,631,756	
	2. General Insurance	178,528,517	198,549,616	
	Government Debt Securities	108,497,330	104,994,863	
	Equities	8,838,864	15,109,217	
	Investments in Subsidiaries	4,648,058	22,965,255	
	Investments in Associates	115,906	305,660	
	Corporate Debt	20,641,470	15,401,488	
	Land & Buildings	2,698,249	4,820,878	
	Deposits	27,171,872	30,105,098	
	Unit Trusts	3,788,814	3,237,370	
	Investments in Gold	24,793	19,858	
	Policy Loans	-	-	
	Mortgage Loans	-	-	
	Other Loans	2,103,162	1,589,929	
11	Investment Income of Insurance Companies	1. Life Insurance	73,548,121	72,825,750
	2. General Insurance	15,810,004	23,348,062	
	Description	Quarter 03 - 2024	Quarter 03 - 2023	
12	Aspects of Financial System	Indicator	General Insurance	Life Insurance
	Capital Adequacy	Capital Adequacy Ratio	231%	335%
		Capital to Total Assets	0.42	0.19
		Capital to Technical Reserves	1.33	N/A
		Technical Reserve Ratio (%)	125.22	N/A
	Earnings and Profitability	Profitability Ratio (%)	14.17	14.02
		Underwriting Ratio (%)	19.18	N/A
		Return on Assets (ROA) (%)	7.52	3.53
		Return on Equity (ROE) (%)	16.25	17.37
		Net Combined Operating Ratio (%)	104.53	90.70
		Investment Yield Ratio (%)	11.37	9.70
		Premium Stability Ratio (%)	13.26	19.33
	Liquidity	Liquidity Ratio	0.88	0.80
		Loss Ratio (%)	58.53	49.56
	Reinsurance and Actuarial Issues	Retention (Reinsurance) Ratio (%)	80.78	95.66
	Costs	Management Expense Ratio (%)	46.01	41.14
13	Total Assets of the Insurance Brokering Companies Note 2		14,468,348	12,377,797
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 (PBT) of the both Life Insurance business and General Insurance business show a decrease of Rs. 1,239 Mn and Rs. 1,791 Mn, respectively, in the 3rd quarter 2024.</p> <p>Assets of the Life Insurance business had recorded an increase of 11% due to increase in Government Securities (18%), Investments in Associates (85%), Unit Trust (33%), and Intangible assets (247%).</p> <p>Assets of General Insurance business had Decreased by 7%. Equities (-42%), Investments in Subsidiaries (-80%), Investment in Associates (-62%), Land and Building (-44%), PPE (-57%) and Cash & Cash Equ (-40%) had indicated an Decreased.</p> <p>Capital Levels had decreased by 7% for the Life Insurance business & by 22% for the General Insurance business.</p> <p>Premium growth for Life Insurance business was 19%, while General Insurance business also recorded an increase of 13% & overall industry premium growth was 17%.</p> <p>Claims of Life Insurance business had increased by 11%.</p>		

Notes

Note 1 The above data for Q3 2024 and the comparative column Q3 2023 include data for all General Insurance Companies and Life Insurance Companies. The Q1 2024 figures have been revised for two Life Insurance Companies and one General Insurance Company.

Note 2 Total assets of the all Insurance Brokering Companies reported in Q2, 2024 has been taken in to consideration due to unavailability of majority of Q3, 2024 Broker returns as of 16th November 2024

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)