

Industry Highlights - Q3 of 2025 Vs Q3 of 2024

No.	Description	Quarter 03 - 2025 ^{Note 1} Value (Rs.'000)	Quarter 03 - 2024 ^{Note 1} Value (Rs.'000)	
1	Profit of Insurance Companies (Before Tax)	1. Life Insurance	17,202,718	18,390,307
		2. General Insurance	18,985,172	15,043,943
		3. Reinsurance ^{Note 5}	1,192,065	1,631,981
	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 Available	Not Available
		2. General Insurance	20,669,628	15,327,769
		3. Reinsurance ^{Note 5}	914,805	1,321,947
3	Capital levels of Insurance Companies	1. Life Insurance	182,170,107	162,727,644
		2. General Insurance	133,799,476	117,028,042
		3. Reinsurance ^{Note 5}	2,569,182	2,437,414
	Compliance with Solvency Margin (RBC)	All Insurance Companies (Life and General) had complied with the minimum capital requirement of the RBC, except Sanasa Life and MBSL General	All insurance companies (Long Term and General) had complied with the minimum capital requirement of the RBC.	
4	Total Assets of the insurance sector	1,350,481,145	1,164,503,482	
5	Distribution of total assets of insurance companies	1. Life Insurance	1,026,120,705	872,979,207
		Government Debt Securities	562,043,758	483,898,640
		Equities	53,100,791	33,663,135
		Investments in Subsidiaries	4,394,490	2,976,141
		Investments in Associates	7,637,575	8,720,083
		Corporate Debt	156,260,320	159,917,990
		Land & Buildings	7,672,974	7,479,349
		Deposits	120,997,958	77,272,553
		Unit Trusts	11,380,940	11,347,064
		Investments in Gold	447,347	271,135
		Reinsurance receivable	3,615,223	3,305,188
		Policy Loans	9,724,477	9,641,446
		Mortgage Loans	-	-
		Premium receivable from policyholders and intermediaries	6,163,437	5,023,618
		Intangible Assets	15,221,818	9,201,834
		Property Plant and Equipments	23,063,278	21,613,325
		Other loans	2,975,216	3,174,720
		Other Assets	25,972,695	25,770,118
		Cash and Cash Equivalents	15,448,409	9,702,870
		2. General Insurance	310,669,427	279,074,008
		Government Debt Securities	110,159,099	108,497,330
		Equities	16,033,665	8,838,864
		Investments in Subsidiaries	4,939,164	4,648,058
		Investments in Associates	202,471	115,906
		Corporate Debt	26,186,798	20,641,470
		Land & Buildings	2,828,249	2,698,249
		Deposits	31,419,549	27,171,872
		Unit Trusts	7,161,807	3,788,814
		Investments in Gold	35,955	24,793
		Reinsurance receivable	25,575,908	23,388,537
		Policy Loans	-	-
		Mortgage Loans	-	-
		Premium receivable from policyholders and intermediaries	39,926,895	33,485,420
		Intangible Assets	2,603,020	2,548,461
		Property Plant and Equipment	9,770,250	8,769,463
Other Loans	3,257,558	2,103,162		
Other Assets	22,817,040	26,027,684		
Cash and cash equivalents	7,752,000	6,325,925		
3. Reinsurance ^{Note 5}	13,691,013	12,450,267		
Government Debt Securities	9,068,954	6,952,711		
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	2,513,693	2,571,583		
Intangible Assets				
Property Plant and Equipment				
Other Loans	7	5		
Other Assets	134,379	237,313		
Cash and cash equivalents	1,390,331	1,271,106		
6	Gross Premiums for different classes of insurance	Total	283,612,833	237,382,134
		1. Life Insurance	164,058,604	131,184,151
		2. General Insurance	119,554,230	106,197,983
		a. Motor	55,936,505	46,555,851
		b. Fire	14,187,735	14,156,119
		c. Marine	4,041,940	3,574,054
		d. Health	18,133,156	17,269,369
		e. Other categories	10,141,633	9,851,360
		f. SRCC ^{Note 3}	17,113,262	14,791,230
		3. Reinsurance ^{Note 5}	2,875,923	2,982,724

7	Reinsurance by Insurance Companies ^{Note 4}	1. Reinsurance premiums	28,515,506	26,115,790
		1. Life Insurance	6,559,465	5,699,606
		2. General Insurance	21,956,041	20,416,184
		a. Motor	2,416,641	2,372,454
		b. Fire	10,117,297	9,353,494
		c. Marine	2,674,121	2,456,474
		d. Health	679,231	675,988
		e. Other categories	6,068,751	5,557,774
		f. SRCC ^{Note 3}		
		3. Reinsurance ^{Note 5}		
	Retention by Insurance Companies	2. Retention of Premium	255,097,328	211,266,343
		1. Life Insurance	157,499,139	125,484,545
		2. General Insurance	97,598,189	85,781,799
		a. Motor	53,519,863	44,183,398
		b. Fire	4,070,438	4,802,625
		c. Marine	1,367,819	1,117,580
		d. Health	17,453,925	16,593,381
		e. Other categories	4,072,882	4,293,586
		f. SRCC ^{Note 3}	17,113,262	14,791,230
		3. Reinsurance ^{Note 5}	2,875,923	2,982,724
8	Earned Premiums for different classes of insurance	Total	244,347,409	205,413,824
		1. Life Insurance	157,492,486	125,479,816
		2. General Insurance	86,854,923	79,934,008
		a. Motor	45,897,138	45,499,695
		b. Fire	3,992,589	4,377,286
		c. Marine	1,311,124	1,117,639
		d. Health	17,200,427	15,447,481
		e. Other categories	3,966,171	4,107,552
		f. SRCC ^{Note 3}	14,487,475	9,384,355
		3. Reinsurance ^{Note 5}	2,913,303	2,746,300
9	Claims of Insurance companies	1. Life Insurance	79,209,937	62,185,174
		2. General Insurance	46,922,382	46,783,484
		a. Motor	27,656,543	27,437,273
		b. Fire	2,362,019	3,117,087
		c. Marine	450,131	411,027
		d. Health	15,247,587	13,844,765
		e. Other categories	1,303,523	1,880,848
		f. SRCC ^{Note 3}	(97,421)	92,484
		3. Reinsurance ^{Note 5}	1,764,795	1,109,224
		10	Investments of the Insurance sector with breakup	1. Life Insurance
Government Debt Securities	562,043,758			483,898,640
Equities	53,100,791			33,663,135
Investments in Subsidiaries	4,394,490			2,976,141
Investments in Associates	7,637,575			8,720,083
Corporate Debt	156,260,320			159,917,990
Land & Buildings	7,672,974			7,479,349
Deposits	120,997,958			77,272,553
Unit Trusts	11,380,940			11,347,064
Investments in Gold	447,347			271,135
Policy Loans	9,724,477			9,641,446
Mortgage Loans	-			-
Other Loans	2,975,216			3,174,720
2. General Insurance	202,224,315			178,528,517
Government Debt Securities	110,159,099			108,497,330
Equities	16,033,665			8,838,864
Investments in Subsidiaries	4,939,164			4,648,058
Investments in Associates	202,471			115,906
Corporate Debt	26,186,798			20,641,470
Land & Buildings	2,828,249			2,698,249
Deposits	31,419,549			27,171,872
Unit Trusts	7,161,807			3,788,814
Investments in Gold	35,955			24,793
Policy Loans	-			-
Mortgage Loans	-			-
Other Loans	3,257,558			2,103,162
3. Reinsurance ^{Note 5}	9,068,961			6,952,716
Government Debt Securities	9,068,954			6,952,711
Equities	-			-
Investments in Subsidiaries	-			-
Investments in Associates	-	-		
Corporate Debt	-	-		
Land & Buildings	-	-		
Deposits	-	-		
Unit Trusts	-	-		
Investments in Gold	-	-		
Policy Loans	-	-		
Mortgage Loans	-	-		
Other Loans	7	5		
11	Investment Income of Insurance Companies	1. Life Insurance	76,492,464	73,548,121
		2. General Insurance	14,095,794	15,810,004
		3. Reinsurance ^{Note 5}	517,513	478,684

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	335%	278%	69%	335%	231%	50%
		Capital to Total Assets	0.18	0.43	0.19	0.19	0.42	0.20
		Capital to Technical Reserves		1.38	0.26		1.33	0.28
		Technical Reserve Ratio (%)		129.74	39.71		125.22	49.37
	Earnings and Profitability	Profitability Ratio (%)	10.49	15.88	19.31	14.02	14.17	23.68
		Underwriting Ratio (%)		23.80	31.40		19.18	48.14
		Return on Assets (ROA) (%)	3.30	9.13	7.82	3.53	7.52	9.57
		Return on Equity (ROE) (%)	18.17	21.47	40.83	17.37	16.25	57.25
		Net Combined Operating Ratio (%)	90.86	100.31	78.87	90.70	105.45	56.43
		Investment Yield Ratio (%)	12.00	9.97	8.66	12.83	11.37	11.13
Liquidity	Premium Stability Ratio (%)	25.06	12.58	(3.58)	19.33	13.26	29.63	
	Liquidity Ratio	0.83	0.84	0.94	0.80	0.88	0.82	
Reinsurance and Actuarial Issues	Loss Ratio (%)	50.29	54.02	60.58	49.56	58.53	40.39	
	Retention (Reinsurance) Ratio (%)	96.00	81.64	100.00	95.66	80.78	100.00	
Costs	Management Expense Ratio (%)	40.56	46.29	18.29	41.14	46.93	16.04	
13	Total Assets of the Insurance Brokering Companies ^{Note 2}				19,549,783			14,774,140
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 a decline of Rs. 1188 Mn and Rs. 440 Mn, respectively, while the General Insurance business shows an increase of Rs.3941 Mn when compared to the 3rd quarter of 2024.</p> <p>Assets of the Life Insurance business had recorded an increase of 13% due to increase in Government Debt Securities (16%), Equities (16%), Reinsurance Receivable (20%), and Cash and Cash Equivalents (139%).</p> <p>Assets of General Insurance business has increased by 11%. Investments in Subsidiaries (6%), Investment in Associates (75%), Equities (81%), Corporate debt (27%), Unit Trust (89%) and Deposits (16%).</p> <p>Assets of Reinsurance business had recorded an increase of 10% due to increase in Government Debt Securities (30%) and Cash and Cash Equivalents (9%).</p> <p>Capital Levels of both Life Insurance business and the General Insurance business show an increase by 12% and 14%, respectively, while the Reinsurance business shows an increase by 5%.</p> <p>Premium growth for Life Insurance business was 25%, while General Insurance business also recorded an increase of 13% & overall industry premium growth was 19%.</p> <p>Reinsurance business premium was recorded a decline of 4%.</p> <p>Claims of the Life Insurance business and the General Insurance business increased by 27% and 0.3%, respectively.</p>						

Notes

Note 1 The above data for Q3 2025 and the comparative column Q3 2024 include data for all General Insurance Companies and Life Insurance Companies.

Note 2 Total assets of the all Insurance Brokering Companies reported in Q2 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

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. 3389 Mn and Rs. 2238 Mn for Q3 2025 and Q3 2024, respectively.

Note 7 Following the acquisition of Allianz Life Insurance Lanka Ltd by Softlogic Life Insurance PLC, the company has changed its name from Allianz Life Insurance Lanka Ltd to Softlogic Life Insurance Lanka Limited