

Industry Highlights - Q4 of 2025 Vs Q4 of 2024

No.	Description	Quarter 04 - 2025 ^{Note 1} Value (Rs.'000)	Quarter 04 - 2024 ^{Note 1} Value (Rs.'000)		
1	Profit of Insurance Companies (Before Tax)	1. Life Insurance	32,314,804	32,520,903	
		2. General Insurance	20,715,005	22,983,460	
		3. Reinsurance ^{Note 5}	(11,775,635)	1,462,015	
	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	1. Life Insurance	Not Available	Not Available	
		2. General Insurance	22,810,059	23,457,909	
		3. Reinsurance ^{Note 5}	(12,238,370)	1,172,747	
3	Capital levels of Insurance Companies	1. Life Insurance	189,406,963	173,712,743	
		2. General Insurance	134,163,395	125,238,080	
		3. Reinsurance ^{Note 5}	(11,085,936)	1,216,865	
	Compliance with Solvency Margin (RBC)	All Insurance Companies (Life and General) had complied with the minimum capital requirement of the RBC except Sanasa Life & MBSL	All Insurance Companies (Life and General) had complied with the minimum capital requirement of the RBC except Sanasa Life and MBSL General.		
4	Total Assets of the insurance sector	1,432,207,196	1,223,031,901		
5	Distribution of total assets of insurance companies	1. Life Insurance	1,059,612,419	924,408,663	
		Government Debt Securities	550,841,909	495,085,103	
		Equities	53,326,807	45,908,291	
		Investments in Subsidiaries	4,394,490	2,968,141	
		Investments in Associates	6,903,498	9,719,373	
		Corporate Debt	185,651,237	159,826,820	
		Land & Buildings	7,545,890	7,534,226	
		Deposits	131,637,191	89,842,098	
		Unit Trusts	14,270,529	13,214,224	
		Investments in Gold	545,896	275,462	
		Reinsurance receivable	3,700,560	3,628,469	
		Policy Loans	9,853,340	9,785,341	
		Mortgage Loans	-	-	
		Premium receivable from policyholders and intermediaries	7,683,598	6,818,726	
		Intangible Assets	15,005,100	8,892,934	
		Property Plant and Equipements	21,434,542	22,067,475	
		Other loans	2,977,402	3,246,396	
		Other Assets	30,498,425	26,506,820	
		Cash and Cash Equivalent	13,342,005	19,088,764	
			2. General Insurance	359,950,477	286,880,176
			Government Debt Securities	110,680,002	113,756,543
			Equities	16,923,633	11,957,007
			Investments in Subsidiaries	5,083,349	4,578,345
			Investments in Associates	217,940	114,239
			Corporate Debt	23,001,891	19,792,770
			Land & Buildings	3,366,062	2,708,149
			Deposits	34,860,532	26,046,099
			Unit Trusts	8,645,914	4,098,305
			Investments in Gold	41,830	24,558
			Reinsurance receivable	66,785,792	23,037,410
			Policy Loans		
			Mortgage Loans		
	Premium receivable from policyholders and intermediaries	38,124,225	34,185,949		
	Intangible Assets	2,906,938	2,579,145		
	Property Plant and Equipment	8,444,463	8,990,353		
	Other Loans	3,361,689	1,510,206		
	Other Assets	27,529,397	25,042,049		
	Cash and cash equivalents	9,976,822	8,459,050		

		3. Reinsurance ^{Note 5}	12,644,300	11,743,063
		Government Debt Securities	9,520,669	7,692,563
		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	1,242,012	2,002,077
		Intangible Assets		
		Property Plant and Equipment		
		Other Loans	-	3,513
		Other Assets	194,568	209,877
		Cash and cash equivalents	1,527,688	1,251,383
6	Gross Premiums for different classes of insurance	Total	384,962,976	323,543,239
		1. Life Insurance	227,125,951	183,953,467
		2. General Insurance	157,837,025	139,589,773
		a. Motor	75,985,946	62,041,349
		b. Fire	17,110,159	17,233,976
		c. Marine	5,242,424	4,652,847
		d. Health	22,895,508	22,981,666
		e. Other categories	13,652,955	13,307,417
		f. SRCC ^{Note 3}	22,950,033	19,372,518
		3. Reinsurance ^{Note 5}	3,736,589	3,970,769
No.	Description		Quarter 04 - 2025 ^{Note 1} Value (Rs.'000)	Quarter 04 - 2024 ^{Note 1} Value (Rs.'000)
7	Reinsurance by Insurance Companies ^{Note 4}	1. Reinsurance premiums	36,839,194	32,854,943
		1. Life Insurance	8,688,535	7,547,307
		2. General Insurance	28,150,658	25,307,636
		a. Motor	2,780,638	2,367,557
		b. Fire	13,015,375	11,356,646
		c. Marine	3,320,264	3,120,429
		d. Health	833,891	755,183
		e. Other categories	8,200,490	7,707,820
		f. SRCC ^{Note 3}	-	-
		3. Reinsurance ^{Note 5}	-	-
	Retention by Insurance Companies	2. Retention of Premium	348,123,782	290,688,297
		1. Life Insurance	218,437,415	125,484,545
		2. General Insurance	129,653,749	114,282,137
		a. Motor	73,238,996	59,673,791
		b. Fire	4,096,477	5,877,330
		c. Marine	1,922,160	1,532,418
		d. Health	22,061,617	22,226,483
		e. Other categories	5,452,465	5,599,597
		f. SRCC ^{Note 3}	22,882,035	19,372,518
		3. Reinsurance ^{Note 5}	3,736,589	3,970,769

8	Earned Premiums for different classes of insurance	Total	336,483,827	287,217,401
		1. Life Insurance	218,435,906	176,401,431
		2. General Insurance	118,047,920	110,815,969
		a. Motor	64,031,447	61,866,239
		b. Fire	3,844,825	6,086,747
		c. Marine	1,841,921	1,505,982
		d. Health	22,967,802	21,153,331
		e. Other categories	5,444,754	5,490,886
		f. SRCC ^{Note 3}	19,917,171	14,712,785
		3. Reinsurance ^{Note 5}	3,818,552	3,831,751
9	Claims of Insurance companies	1. Life Insurance	104,702,591	83,719,953
		2. General Insurance	68,772,546	62,744,945
		a. Motor	40,472,483	36,758,040
		b. Fire	5,526,319	4,565,853
		c. Marine	1,195,584	528,468
		d. Health	20,124,185	18,213,504
		e. Other categories	1,562,802	2,228,167
		f. SRCC ^{Note 3}	(108,827)	450,912
		3. Reinsurance ^{Note 5}	15,498,738	2,099,494
		10	Investments of the Insurance sector with breakup	1. Life Insurance
Government Debt Securities	550,841,909			495,085,103
Equities	53,326,807			45,908,291
Investments in Subsidiaries	4,394,490			2,968,141
Investments in Associates	6,903,498			9,719,373
Corporate Debt	185,651,237			159,826,820
Land & Buildings	7,545,890			7,534,226
Deposits	131,637,191			89,842,098
Unit Trusts	14,270,529			13,214,224
Investments in Gold	545,896			275,462
Policy Loans	9,853,340			9,785,341
Mortgage Loans	-			-
Other Loans	2,977,402			3,246,396
2. General Insurance	206,182,840			184,586,221
Government Debt Securities	110,680,002			113,756,543
Equities	16,923,633			11,957,007
Investments in Subsidiaries	5,083,349			4,578,345
Investments in Associates	217,940			114,239
Corporate Debt	23,001,891			19,792,770
Land & Buildings	3,366,062			2,708,149
Deposits	34,860,532			26,046,099
Unit Trusts	8,645,914			4,098,305
Investments in Gold	41,830			24,558
Policy Loans	-			-
Mortgage Loans	-			-
Other Loans	3,361,689			1,510,206
3. Reinsurance ^{Note 5}	9,520,669			7,696,076
Government Debt Securities	9,520,669			7,692,563
Equities	-			-
Investments in Subsidiaries	-			-
Investments in Associates	-			-
Corporate Debt	-			-
Land & Buildings	-			-
Deposits	-	-		
Unit Trusts	-	-		
Investments in Gold	-	-		
Policy Loans	-	-		
Mortgage Loans	-	-		
Other Loans	-	3,513		

11	Investment Income of Insurance Companies	1. Life Insurance		102,063,761		101,134,001		
		2. General Insurance		18,428,042		20,690,954		
		3. Reinsurance ^{Note 5}		702,447		654,987		
	Description		Quarter 04 - 2025 ^{Note 1}			Quarter 04 - 2024 ^{Note 1}		
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	327%	231%	-161%	338%	322%	36%
		Capital to Total Assets	0.18	0.37	(0.88)	0.19	0.44	0.10
		Capital to Technical Reserves		1.10	(1.14)	N/A	1.44	0.13
		Technical Reserve Ratio (%)		106.14	38.40	N/A	131.55	43.50
	Earnings and Profitability	Profitability Ratio (%)	14.23	13.12	(315.14)	17.68	16.47	38.72
		Underwriting Ratio (%)		19.32	(320.50)	N/A	21.17	30.61
		Return on Assets (ROA) (%)	3.26	6.41	(96.57)	3.73	7.79	13.99
		Return on Equity (ROE) (%)	17.80	15.97	238.64	18.28	16.41	154.49
		Net Combined Operating Ratio (%)	89.12	104.24	429.17	88.94	102.88	78.07
		Investment Yield Ratio (%)	11.31	9.43	8.16	12.78	10.77	10.13
		Premium Stability Ratio (%)	23.47	13.10	(5.90)	20.39	11.65	51.08
	Liquidity	Liquidity Ratio	0.80	0.69	0.47	0.80	0.92	0.85
		Loss Ratio (%)	47.93	58.26	405.88	47.46	56.62	54.79
	Reinsurance and Actuarial Issues	Retention (Reinsurance) Ratio (%)	96.17	82.13	100.00	95.90	81.87	100.00
	Costs	Management Expense Ratio (%)	41.18	45.99	23.29	41.48	46.25	23.27
13	Total Assets of the Insurance Brokering Companies ^{Note 2}			21,700,176		16,723,134		
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 Life Insurance business showed a slight decline of Rs 206 Mn. The Reinsurance business show an decline of Rs.13,237 Mn due to recording RI claims amounting to 14Bn in last quarter, while the General Insurance business shows a decrease of Rs.2268 Mn when compared to the 4th quarter of 2024.</p> <p>Assets of the Life Insurance business had recorded an increase of 15% due to increase in Government Debt Securities (11%), Deposits (47%)Equities (16%), Reinsurance Receivable (2%), while Cash and Cash Equivalents declined by 30%.</p> <p>Assets of General Insurance business has increased by 25%. Investments in Subsidiaries (11%), Investment in Associates (91%), Equities (42%), Coporate debt (16%), Unit Trust (111%) and Deposits (34%).</p> <p>Assets of Reinsurance business had recorded an increase of 8% due to increase in Government Debt Securities (24%) and Cash and Cash Equivalents (22%).</p> <p>Capital Levels of both Life Insurance business and the General Insurance business show a increase by 09% and 07%, respectively, while the Reinsurance business shows a decrease by 1011%.</p> <p>Premium growth for Life Insurance business was 23%, while General Insurance business also recorded an increase of 13% & overall industry premium growth was 19%. Reinsurance business premium was recorded a decline of 6%.</p> <p>Claims of the Life Insurance business and the General Insurance business increased by 25% and 10%, respectively.</p>						

Notes

- Note 1** The above data for Q4 2025 and the comparative column Q4 2024 include data for all General Insurance Companies and Life Insurance Companies.
- Note 2** Total assets of the all Insurance Brokering Companies reported in Q3 2025 have been taken into consideration due to the availability Broker returns as of 03rd of March 2026.
- 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
- 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.
- 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