

Industry Highlights - Q1 of 2024 Vs Q1 of 2023

No.	Description	Quarter 01 - 2024 ^{Note 1}		Quarter 01 - 2023 ^{Note 1}	
		Value (Rs.'000)		Value (Rs.'000)	
1	Profit of Insurance Companies (Before Tax)	1. Life Insurance	6,655,158	6,376,747	
		2. General Insurance	5,676,725	2,754,211	
	Profit of Insurance Companies (After Tax)	1. Life Insurance	Not Available	Not Available	
		2. General Insurance	Not Available	Not Available	
2	Underwriting Profit of Insurance Companies underwriting profit of	1. Life Insurance	Not Applicable	Not Applicable	
		2. General Insurance	5,780,988	3,820,548	
3	Capital levels of Insurance Companies	1. Life Insurance	166,607,860	149,635,242	
		2. General Insurance	113,360,765	135,445,584	
	Compliance with Solvency Margin (RBC)		One life insurance company has not complied with the RBC minimum requirements	One life insurance company and one general insurance company have not complied with the RBC minimum	
4	Total Assets of the insurance sector		1,098,987,557	991,126,087	
5	Distribution of total assets of insurance companies	1. Life Insurance Note 7	824,889,617	695,853,814	
		Government Debt Securities	450,070,348	335,376,533	
		Equities	32,809,862	40,142,722	
		Investments in Subsidiaries	2,976,141	5,972,319	
		Investments in Associates	8,595,850	4,516,977	
		Corporate Debt	134,014,029	133,298,554	
		Land & Buildings	7,663,551	7,119,669	
		Deposits	83,305,061	75,178,488	
		Unit Trusts	13,017,699	8,282,416	
		Investments in Gold	226,803	210,700	
		Reinsurance receivable	3,193,602	2,807,211	
		Policy Loans	9,526,916	9,210,884	
		Mortgage Loans	-	-	
		Premium receivable from policyholders and intermediaries	5,747,019	4,419,672	
		Intangible Assets	9,589,445	2,846,238	
		Property Plant and Equipments	21,024,800	18,852,128	
		Other loans	3,009,379	4,490,684	
		Other Assets	26,685,549	26,432,474	
		Cash and Cash Equivalents	13,433,566	16,696,144	
		2. General Insurance	274,097,940	295,272,273	
		Government Debt Securities	102,088,138	89,143,994	
		Equities	7,515,106	14,062,873	
		Investments in Subsidiaries	3,912,991	22,832,593	
		Investments in Associates	28,367	266,445	
		Corporate Debt	18,077,429	15,568,045	
		Land & Buildings	2,698,249	4,680,479	
		Deposits	30,312,760	26,763,152	
		Unit Trusts	4,008,182	3,095,792	
		Investments in Gold	20,739	11,250	
		Reinsurance receivable	20,155,252	22,101,743	
		Policy Loans	-	-	
		Mortgage Loans	-	-	
		Premium receivable from policyholders and intermediaries	42,060,389	37,767,855	
		Intangible Assets	2,527,499	2,534,244	
		Property Plant and Equipment	8,818,788	20,589,890	
		Other Loans	1,675,596	1,862,442	
		Other Assets	23,214,185	24,175,475	
		Cash and cash equivalents	6,984,269	9,816,001	
6	Gross Premiums for different classes of insurance	Total	78,588,697	73,178,036	
		1. Life Insurance	40,230,313	33,733,499	
		2. General Insurance	38,358,384	39,444,536	
		a. Motor	18,118,925	18,641,074	
		b. Fire	7,819,692	8,408,965	
		c. Marine	1,340,440	1,414,236	
		d. Health	6,634,179	6,269,401	
		e. Other categories	4,445,148	4,710,860	
7	Reinsurance by Insurance Companies ^{Note 4}	1. Reinsurance premiums	9,005,332	10,966,569	
		a. Life Insurance	1,753,637	1,690,846	
		b. General Insurance	7,251,695	9,275,722	
		A. Reinsurance total after excluding SRCC premium income ^{Note 6}	7,251,695	9,275,722	
		B. Premium Income of SRCC included in the reinsurance premium	5,438,903	2,612,863	
		C. Total Reinsurance including premium income of SRCC ^{Note 5}	12,690,598	11,888,586	
		a. Motor	2,686,200	1,603,315	
		b. Fire	5,926,892	6,118,766	
		c. Marine	949,372	986,683	
		d. Health	281,714	212,887	
		e. Other categories	2,846,420	2,966,934	
		2. Retention of Premium	69,583,366	62,216,315	
		a. Life Insurance	38,476,677	32,042,653	
		b. General Insurance	31,106,689	30,173,662	
		a. Motor	15,432,725	17,037,759	
		b. Fire	1,892,800	2,290,199	
		c. Marine	391,068	427,552	
		d. Health	6,352,465	6,056,514	
		e. Other categories	1,598,728	1,743,926	
		f. SRCC	5,438,903	2,617,712	
8	Earned Premiums for different classes of insurance ^{Note 4}	Total	63,316,986	56,972,783	
		1. Life Insurance	38,469,501	32,038,721	
		2. General Insurance	24,847,486	24,934,062	
		a. Motor	14,626,039	15,305,295	
		b. Fire	1,468,833	1,439,385	
		c. Marine	311,259	368,698	
		d. Health	4,944,150	4,573,577	
		e. Other categories	1,038,749	1,244,709	
		f. SRCC	2,458,456	2,002,398	

9	Claims of Insurance companies ^{Note 4}	1. Life Insurance	18,320,263	19,213,438		
		2. General Insurance	14,063,818	15,598,229		
		a. Motor	8,366,388	9,293,687		
		b. Fire	570,949	923,562		
		c. Marine	117,211	187,378		
		d. Health	4,461,683	4,163,187		
		e. Other categories	509,174	670,390		
	f. SRCC	38,414	360,025			
10	Investments of the Insurance sector with breakup	1. Life Insurance	745,215,636	623,799,947		
		Government Debt Securities	450,070,348	335,376,533		
		Equities	32,809,862	40,142,722		
		Investments in Subsidiaries	2,976,141	5,972,319		
		Investments in Associates	8,595,850	4,516,977		
		Corporate Debt	134,014,029	133,298,554		
		Land & Buildings	7,663,551	7,119,669		
		Deposits	83,305,061	75,178,488		
		Unit Trusts	13,017,699	8,282,416		
		Investments in Gold	226,803	210,700		
		Policy Loans	9,526,916	9,210,884		
	Mortgage Loans	-	-			
	Other Loans	3,009,379	4,490,684			
	Investments of the Insurance sector with breakup	2. General Insurance	170,337,557	178,287,065		
		Government Debt Securities	102,088,138	89,143,994		
		Equities	7,515,106	14,062,873		
		Investments in Subsidiaries	3,912,991	22,832,593		
		Investments in Associates	28,367	266,445		
		Corporate Debt	18,077,429	15,568,045		
		Land & Buildings	2,698,249	4,680,479		
Deposits		30,312,760	26,763,152			
Unit Trusts		4,008,182	3,095,792			
Investments in Gold		20,739	11,250			
Policy Loans	-	-				
Mortgage Loans	-	-				
Other Loans	1,675,596	1,862,442				
11	Investment Income of Insurance Companies	1. Life Insurance	23,239,436	22,549,237		
		2. General Insurance	5,258,639	6,169,045		
Description		Quarter 01 - 2024		Quarter 01 - 2023		
12	Aspects of Financial System	Indicator	General Insurance Note 2	Life Insurance	General Insurance	Life Insurance
			Capital Adequacy	Capital Adequacy Ratio	278%	321%
		Capital to Total Assets	0.41	0.20	0.46	0.22
		Capital to Technical Reserves	1.60	N/A	1.62	N/A
		Technical Reserve Ratio (%)	139.87	N/A	119.99	N/A
	Earnings and Profitability	Profitability Ratio (%)	12.96	16.54	6.55	18.90
		Underwriting Ratio (%)	23.27	N/A	15.32	N/A
		Return on Assets (ROA) (%)	9.30	4.06	8.33	4.00
		Return on Equity (ROE) (%)	21.29	19.54	17.65	19.00
		Net Combined Operating Ratio (%)	102.60	90.54	108.37	106.40
		Investment Yield Ratio (%)	16.10	14.21	12.15	12.90
	Liquidity	Premium Stability Ratio (%)	4.14	19.26	15.22	(2.35)
		Liquidity Ratio	0.87	0.83	0.79	0.78
	Reinsurance and Actuarial Issues	Loss Ratio (%)	56.60	47.62	62.56	59.97
Retention (Reinsurance) Ratio (%)		71.02	95.62	71.74	94.98	
Costs	Management Expense Ratio (%)	46.00	42.91	45.81	46.43	
13	Total Assets of the Insurance Brokering Companies ^{Note 2}		13,242,640	10,352,455		
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 (PBT) of the Life Insurance business and General Insurance business show an increase of Rs. 278 million and Rs. 2.9 billion, respectively, in the first quarter of 2024.				
		Assets of the Life Insurance business had recorded an increase of 19% due to increase in Government Securities (34%), Investments in Associates (90%), and Unit Trust (57%)				
		Assets of General Insurance business had decreased by 7%. Investments in Associates (89%), Investments in Subsidiaries (83%), Equities (47%), and Cash & Cash Equ (29%) had indicated an increase.				
		Capital Levels had increased by 11% for the Life Insurance business and depicts a decrease of 16% for General Insurance business respectively.				
		Premium growth for Life Insurance business was 19%, while General Insurance business also recorded a increase of 4% & overall industry premium growth was 11%.				
		Claims of Life Insurance business & General Insurance business have decreased by 5% and 10%, respectively.				

Notes

Note 1 The above data for Q1 2024 and the comparative column Q1 2023 include data for all General Insurance Companies and Life Insurance Companies.

Note 2 The total assets of Insurance Brokering Companies reported in Q1 2024 have been taken into consideration.

Note 3 The format has modified by including few rows to present SRCC scheme (segment) of NITF (Items 7,8 and 9).

Note 4 Reinsurance premium (outgo) recorded in the Statement of Income of insurance companies included premium income belongs to SRCC which remitted to NITF.

Note 5 The submitted data of General Insurance companies are excluded SRCC premium together with reinsurance premium. Accordingly, segment-wise SRCC premium cannot be identified separately based on submitted returns. Therefore SRCC reported by NITF excluded from the total reinsurance balance to avoid the duplication.