

Ref. No.: GIC Re/SE/2021-22/Q1-OBM

Date: August 13, 2021

To,
The Manager
Listing Department
BSE Limited
Phiroze Jeejeebhoy Tower
Dalal Street
Mumbai – 400001

The Manager
Listing Department
The National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, Plot C/1,
G Block, Bandra Kurla Complex
Mumbai - 400051

Scrip Code: (BSE – 540755/ NSE – GICRE)

Dear Sir/Madam,

Sub: Outcome of Board Meeting held on 13th August 2021


Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and other applicable requirements, we forward herewith a copy of the **Unaudited Financial Results (Standalone and Consolidated)** for the quarter ended June 30, 2021 together with the Auditors' Limited Review Report as approved by the Board of Directors at its meeting held today.

A copy of the press release being issued in this connection is also attached.

The same will also be available on the website of the Corporation at www.gicofindia.com.

Kindly take the above information on record.

For General Insurance Corporation of India


(Satheesh Kumar)
CS & Compliance Officer

भारतीय साधारण बीमा निगम
(भारत सरकार की कंपनी)

General Insurance Corporation of India
(Government of India Company)
CIN NO.: L67200MH1972GOI016133 IRDA REGN No.: 112

“सुरक्षा”, 170, जे. टाटा रोड, चर्चगेट, मुंबई - 400 020.
“SURAKSHA”, 170, J. Tata Road, Churchgate,
Mumbai - 400 020. INDIA Tel.: +91-22-2286 7000
www.gicofindia.in



Press Release

**GIC Re announces Financial Performance for the
Quarter ended 30.06.2021**

Mumbai, August 13 ,2021: GIC Re announced financial performance for the quarter ended 30th June, 2021 at a Board Meeting of company held in Mumbai today.

We give below details of our financial performance for the Quarter ended 30.06.2021:

- Gross Premium Income of the company was ₹ 14,289.92 crore for the quarter ended 30.06.2021 as compared to ₹ 15,881.55 crore for the quarter ended 30.06.2020.
- Underwriting Loss is ₹ 2,811.17 crore for quarter ended 30.06.2021 as compared to ₹ 1,771.35 crore for quarter ended 30.06.2020.
- Investment Income is ₹ 1,794.60 crore for quarter ended 30.06.2021 as compared to ₹ 1,142.83 crore for quarter ended 30.06.2020.
- Solvency Ratio is 1.74 as on 30.06.2021 as compared to 1.52 as on 30.06.2020.
- Incurred Claims Ratio is 104.3 % as on 30.06.2021 as compared to 94.2 % as on 30.06.2020.
- The company recorded Loss Before Tax of ₹ 1,166.72 crore for quarter ended 30.06.2021 as ₹ 811.22 crore for the quarter ended 30.06.2020.
- Loss After Tax for quarter ended 30.06.2021 recorded as ₹ 771.73 crore as compared to ₹ 557.47 crore for quarter ended 30.06.2020.
- Total Assets are ₹ 1,42,454.14 crore as on 30.06.2021 as compared to ₹ 1,29,291.31 crore as on 30.06.2020.
- Net Worth of the company (without fair value change account) recorded at ₹ 21,285.37 crore on 30.06.2021 as against ₹ 19,714.81 crore as on 30.06.2020.
- Net Worth of the company (including fair value change account) recorded as ₹ 50,673.76 crore on 30.06.2021 as against ₹ 39,071.36 crore as on 30.06.2020.
- Combined Ratio is 123.36 % for the quarter ended 30.06.2021 as against 112.16 % for quarter ended 30.06.2020.
- Adjusted Combined Ratio is 112.35 % for the quarter ended 30.06.21 as against 105.88 % for quarter ended 30.06.2020.



Summary of Revenue and Profit and Loss Account

(₹' crore)

S No	Particulars	Quarter ended			Year ended
		31.03.2021	30.06.2021	30.06.2020	31.03.2021
1	Gross Premium	8,812.83	14,289.92	15,881.55	47,014.38
2	Net Premium	8,240.83	12,935.22	14,625.28	42,197.50
3	Earned Premium	7,573.55	11,354.41	13,661.83	39,865.89
4	Incurred Claims	6,202.19	11,837.40	12,868.74	36,853.75
5	<i>Incurred Claims Ratio (on earned premium)</i>	81.9%	104.3%	94.2%	92.4%
6	Net Commission	1,699.97	2,409.29	2,559.87	7,984.39
7	<i>Net Commission Percentage (on Net Premium)</i>	20.6%	18.6%	17.5%	18.9%
8	Expenses of Management	78.21	62.40	67.65	278.74
9	<i>Expenses of Management Ratio (on net premium)</i>	0.9%	0.5%	0.5%	0.7%
10	Profit/(Loss) on Exchange	(91.33)	154.58	70.60	(202.18)
11	Premium Deficiency	36.94	11.07	7.52	35.30
12	Underwriting Profit/(Loss)	(535)	(2,811.17)	(1,771.35)	(5,488.45)
13	Investment Income (Net of Exp)	2,286.21	1,794.60	1,142.83	8,820.86
14	Other Income less Outgoings	294.37	(150.15)	(182.69)	(169.03)
15	Profit/(Loss) Before Tax	2,045.48	(1,166.72)	(811.22)	3,163.38
16	Provision for Taxation	785.05	(394.99)	(253.75)	1,242.94
17	Profit/(Loss) After Tax	1,260.44	(771.73)	(557.47)	1,920.44
18	Combined Ratio %	103.5%	123.4%	112.2%	112.0%

International and Domestic Business Composition

(₹' crore)

Gross Premium	Quarter ended 30.06.2021	Share	Quarter ended 30.06.2020	Share	Growth
Domestic	10,435.60	73.03%	11,897.67	74.92%	-12.29%
International	3,854.33	26.97%	3,983.87	25.08%	-3.25%
Total	14,289.92	100.00%	15,881.55	100.00%	-10.02%



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Breakup of Gross Premium

(₹' crore)

Gross Premium	Quarter ended 30.06.2021	Quarter ended 30.06.2020	Growth
A) Fire	3,954.04	3,925.92	0.72%
B) Miscellaneous - Total	9,489.40	11,144.83	-14.85%
Misc – Motor	2,406.71	1,726.24	39.42%
Misc – Health	646.18	843.47	-23.39%
Misc – Agriculture	5,312.63	6,983.24	-23.92%
Misc - Other LOBs	1,123.88	1,591.89	-29.40%
C) Marine	428.92	475.03	-9.71%
Marine – Cargo	281.52	359.22	-21.63%
Marine – Hull	147.40	115.81	27.28%
D) Life	417.56	335.77	24.36%
Total – A+B+C+D	14,289.92	15,881.55	-10.02%

Incurred Claims and Combined Ratio

Particulars	Incurred Claims (₹ crore)		Combined Ratio (%)	
	Quarter ended			
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Domestic	8,152.26	9,483.09	123.76	109.64
International	3,685.14	3,385.65	124.42	119.93
Total	11,837.40	12,868.74	123.36	112.16

Particulars	Fire	Motor	Health	Agri	Cargo	Hull	Life
Incurred Claims (₹ crore)							
Domestic	1,908.00	896.32	771.10	2,947.58	87.45	65.77	999.00
International	1,630.36	900.46	21.13	78.76	160.99	118.60	40.89
Total	3,538.37	1,796.78	792.23	3,026.33	248.44	184.37	1,039.88
Combined Ratio							
Domestic	132.61	109.42	170.15	99.22	122.10	217.12	365.85
International	112.12	115.02	113.93	131.47	115.60	326.34	143.65
Total	121.94	112.83	168.89	99.68	113.74	272.54	340.35

Note:

Combined Ratio = (Net incurred claims/ Net earned premium) + (Management expenses + Commission on reinsurance)/ Net written premium

Net Commission = Commission paid on reinsurance accounted for / Commission on reinsurance ceded.



Consolidated Financials of GIC Re

GIC Re's group includes subsidiary companies namely, GIC Re South Africa, GIC Re Corporate Member, London, and GIC Perestrakhovanie LLC, Moscow. The group also includes three associate companies namely GIC Re Bhutan, India International Insurance Pte Ltd, Singapore and Agriculture Insurance Company of India Ltd. The group performance highlights based on Consolidated Financial Statements for the quarter ended 30.06.2021 are given below:

- Consolidated Gross Premium Income of the company was ₹ 14,426.55 crore for quarter ended 30.06.2021 as compared to ₹ 15,982.75 crore for quarter ended 30.06.2020.
- Investment Income of the group was ₹ 1,809.43 crore for quarter ended 30.06.2021 as compared to ₹ 1,178.22 crore for quarter ended 30.06.2020.
- Consolidated Loss After Tax for quarter ended 30.06.2021 was ₹ 1,039.69 crore as compared to Loss After Tax of ₹ 497.07 crore for quarter ended 30.06.2020.
- Incurred claims Ratio is 107.4 % for quarter ended 30.06.2021 as compared to 94.9% for quarter ended 30.06.2020.
- Group's net worth (without fair value change account) for quarter ended 30.06.2021 is ₹ 23,378.04 crores as compared to ₹ 22,017.25 crore for quarter ended 30.06.2020.

Summary of Revenue and Profit and Loss Account of Consolidated Financials

S No	Particulars	(₹' crore)		
		Quarter ended		Year ended
		30.06.2021	30.06.2020	31.03.2021
1	Gross Premium	14,426.55	15,982.75	47,549.85
2	Net Premium	12,981.36	14,657.03	42,353.31
3	Earned Premium	11,113.95	13,657.26	39,984.66
4	Incurred Claims	11,939.91	12,956.49	36,928.92
5	<i>Incurred Claims Ratio (on earned premium)</i>	<i>107.4%</i>	<i>94.9%</i>	<i>92.4%</i>
6	Net Commission	2,431.32	2,560.84	8,024.70
7	<i>Net Commission Percentage (on Net Premium)</i>	<i>18.7%</i>	<i>17.5%</i>	<i>18.9%</i>
8	Expenses of Management	70.90	73.16	307.08
9	<i>Expenses of Management Ratio (on net premium)</i>	<i>0.5%</i>	<i>0.5%</i>	<i>0.7%</i>
10	Profit/(Loss) on Exchange	149.65	77.46	(224.26)
11	Premium Deficiency	11.07	7.52	35.30
12	Underwriting Profit/(Loss)	(3,189.59)	(1,863.30)	(5,535.60)
13	Investment Income net of expenses	1,809.43	1,178.22	8,822.51
14	Other Income less Outgoings	(130.80)	(98.32)	(217.60)
15	Profit/(Loss) Before Tax	(1,510.96)	(783.41)	3,069.32
16	Taxation	(393.07)	(243.33)	1,244.32
17	Share of Profit in Associate Companies	78.20	43.01	166.60
18	Profit/(Loss) After Tax	(1,039.69)	(497.07)	1,991.59



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General Insurance Corporation of India

आयुक्ताने रक्षित्वानि
GIC Re

About General Insurance Corporation of India (GIC Re)

GIC Re has steadfastly maintained its leadership position in the Indian reinsurance market. It is the largest reinsurer in the domestic reinsurance market in India and leads most of the domestic companies' treaty programmes and facultative placements. While foreign reinsurers have opened branch operations in India since early 2017, GIC Re is expected to maintain its market leadership and market share.

Internationally, GIC Re is an effective reinsurance partner for the Afro-Asian region, leading the reinsurance programmes of several insurance companies in Middle East and North Africa, and Asia including SAARC countries. GIC Re is 12th largest global reinsurer group based on gross written premium figures for 2019-20 and 7th largest non-life reinsurer globally. It has branch offices in London, Dubai and Kuala Lumpur. In April 2018, syndicate fully capitalised by GIC Re became operational at Lloyd's of London. This syndicate is expected to scale up over the next few years towards achieving the medium term objective of management of achieving 60:40 domestic:international risk portfolio composition.

The global economic growth is a key driver for insurance markets which feeds into reinsurance sector. The pandemic has created significant uncertainties in regard to the growth trajectory.

On the operational side, the business could be continued essentially through work from home across the globe by the insurers, intermediaries and reinsurers. On the financial side, the uncertainties remain in regard to its impact on business and economic growth and its resultant impact on premium volume, particularly from small and medium size industries. There could be some shrinkage of purchase of insurance with a potential for cascading effect on reinsurance. The specialty classes of business such as event cancellation, travel, credit / surety / mortgage, agriculture, directors & officers, and business interruption are expected to get adversely affected.

2017 and 2018 saw record level of catastrophes globally. Broadly, the return on equity earned by the reinsurance sector globally for last 4 years has not been meeting investor expectations. Alternative capital continues to be deployed in the market and is finetuning its approach to the sector. The reinsurance market has shown significant signs of hardening during last few months and the trend can be expected to continue during next 6 quarters. However, earlier expectations of significant hardening are being influenced by the inflow of new capital in recent months.

In Indian context, as the insurers get listed and market consolidates in the backdrop of declining interest rates, the pricing discipline in the market can be expected to strengthen in the medium to long term.

GIC Re maintains a diversified risk portfolio that includes property, health, motor, agriculture, marine, engineering, aviation, liability. The general insurance business in India has penetration level at under 1% thus indicating great potential. Its dominance of the Indian market stems from a long-term and broad-based relationship with the Indian risk carriers. This is supported by continued obligatory cessions and order of preference. Its strength lies in its geographical and business diversification, long term relationships, prudent risk selection and effective exposure management. Its investment portfolio is also well diversified, with effective asset-liability management. Quite importantly for business that runs on human talent, GIC Re has the right talent pool with a low attrition rate.

GIC benchmarks its performance against the best in class global players. With the competitive advantage that it enjoys and with a domestic market growth momentum, on the strength of its balance sheet size and customer servicing, GIC Re is expected to further strengthen its position globally.





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General Insurance Corporation of India

GIC Re

Disclaimer: Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors. That could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. GIC Re will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstance.

