

Ref. No.: GIC Re/SE/2021-22/Q2-OBM

Date: November 10, 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 10th November 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/period ended September 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.

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
Half Year ended 30.09.2021**

Mumbai, November 10 ,2021: GIC Re announced financial performance for the Half Year ended 30th September, 2021 at a Board Meeting of company held in Mumbai today.

We give below details of our financial performance for the Half Year ended 30.09.2021:

- Gross Premium Income of the company was ₹ 22,664.64 crore for the Half Year ended 30.09.2021 as compared to ₹ 26,533.05 crore for the Half year ended 30.09.2020.
- Underwriting Loss is ₹ 4,209.11 crore for Half year ended 30.09.2021 as compared to ₹ 3,930.71 crore for Half year ended 30.09.2020.
- Investment Income is ₹ 4,464.56 crore for Half Year ended 30.09.2021 as compared to ₹ 3,910.17 crore for Half Year ended 30.09.2020.
- Solvency Ratio is 1.88 as on 30.09.2021 as compared to 1.63 as on 30.09.2020.
- Incurred Claims Ratio is 98.5% as on 30.09.2021 as compared to 104.3% as on 30.06.2021.
- The company recorded Profit Before Tax of ₹ 47.03 crore for Half Year ended 30.09.2021 as compared to Loss Before Tax of ₹ 398.94 crore for Half Year ended 30.09.2020. Profit Before Tax for second Quarter of FY 2021-22 recorded as ₹1,213.75 Cr as compared to ₹ 412.28 Crore for second Quarter of previous year.
- Profit After Tax for Half Year ended 30.09.2021 recorded as ₹ 238.82 crore as compared to Loss After Tax of ₹ 327.42 crore for Half Year ended 30.09.2020.
- Total Assets are ₹ 1,46,132.46 crore as on 30.09.2021 as compared to ₹ 1,26,167.89 crore as on 30.09.2020.
- Net Worth of the company (without fair value change account) recorded at ₹ 22,691.57 crore on 30.09.2021 as against ₹ 20,123.59 crore as on 30.09.2020.
- Net Worth of the company (including fair value change account) recorded as ₹ 55,088.24 crore on 30.09.2021 as against ₹ 39,628.66 crore as on 30.09.2020.
- Combined Ratio is 121.57% for the Half Year ended 30.09.2021 as against 116.13 % for Half Year ended 30.09.2020.
- Adjusted Combined Ratio is 104.40 % for the Half Year ended 30.09.21 as against 102.89 % for Half Year ended 30.09.2020.



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Summary of Revenue and Profit and Loss Account

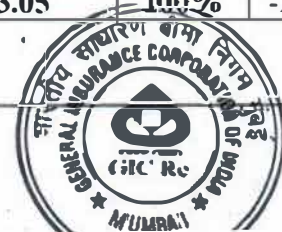
(₹ crore)

S No		Quarter ended			Half Year ended		Year ended
		30.09.21	30.06.21	30.09.20	30.09.21	30.09.20	31.03.21
1	Gross Premium	8,374.72	14,289.92	10,651.50	22,664.64	26,533.05	47,014.38
2	Net Premium	7,450.72	12,935.22	8,846.07	20,385.95	23,471.35	42,197.50
3	Earned Premium	10,410.02	11,354.41	9,491.35	21,764.42	23,153.18	39,865.89
4	Incurred Claims	9,596.31	11,837.40	9,589.87	21,433.71	22,458.60	36,853.75
5	% of Earned Premium	92.2%	104.3%	101.0%	98.5%	97.0%	92.4%
6	Net Commission	2,160.96	2,409.29	1,808.25	4,570.25	4,368.13	7,984.39
7	% of Net Premium	29.0%	18.6%	20.4%	22.4%	18.6%	18.9%
8	Expenses of Management	74.60	62.40	55.35	137.01	123.01	278.74
9	% of Net Premium	1.0%	0.5%	0.6%	0.7%	0.5%	0.7%
10	Profit/(Loss) on Exchange	14.91	154.58	(194.39)	169.49	(123.79)	(202.18)
11	Premium Deficiency	(9.02)	11.07	2.85	2.05	10.37	35.30
12	Underwriting Profit/(Loss)	(1,397.94)	(2,811.17)	(2,159.35)	(4,209.11)	(3,930.71)	(5,488.45)
13	Investment Income (Net of Expenses)	2,669.96	1,794.60	2,767.35	4,464.56	3,910.17	8,820.86
14	Other Income less Outgoings	(58.27)	(150.15)	(195.71)	(208.42)	(378.41)	(169.03)
15	Profit/ (Loss) Before Tax	1,213.75	(1,166.72)	412.28	47.03	(398.94)	3,163.38
16	Tax	203.20	(394.99)	182.23	(191.79)	(71.53)	1,242.94
17	Profit/ (Loss) After Tax	1,010.55	(771.73)	230.05	238.82	(327.42)	1,920.44
18	Combined Ratio	122.2%	123.4%	122.1%	121.6%	116.1%	112.0%

International and Domestic Business Composition

(₹ crore)

Gross Premium	Half Year ended 30.09.2021	Share	Half Year ended 30.09.2020	Share	Growth
Domestic	15,616.58	68.90%	17,785.86	67.03%	-12.20%
International	7,048.06	31.10%	8,747.18	32.97%	-19.42%
Total	22,664.64	100%	26,533.05	100%	-14.58%



Breakup of Gross Premium

(₹' crore)

Gross Premium	Half Year ended 30.09.2021	Half Year ended 30.09.2020	Growth
A) Fire	6,912.76	8,303.14	-16.7%
B) Miscellaneous - Total	14,183.00	16,310.62	-13.0%
Misc – Motor	4,739.77	4,316.40	9.8%
Misc – Health	1,974.19	3,179.24	-37.9%
Misc – Agriculture	4,984.18	5,999.37	-16.9%
Misc - Other LOBs	2,484.86	2,815.62	-11.7%
C) Marine	870.97	1,329.05	-34.5%
Marine – Cargo	542.58	752.16	-27.9%
Marine – Hull	328.39	576.88	-43.1%
D) Life	697.91	590.23	18.2%
Total – A+B+C+D	22,664.64	26,533.05	-14.6%

Incurred Claims and Combined Ratio

Particulars	Incurred Claims (₹ crore)		Combined Ratio (%)	
	Half Year ended			
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
Domestic	14,353.83	15,401.63	115.53	113.28
International	7,079.88	7,056.97	134.52	122.24
Total	21,433.71	22,458.60	121.57	116.98

Particulars	Fire	Motor	Health	Agri	Cargo	Hull	Life
Incurred Claims (₹ crore)							
Domestic	2,194.45	1,701.64	2,509.91	4,808.37	139.07	98.68	1,890.04
International	3,404.33	1,530.92	25.42	237.37	367.97	396.59	42.88
Total	5,598.78	3,232.56	2,535.33	5,045.74	507.05	495.27	1,932.92
Combined Ratio							
Domestic	91.95	105.10	140.10	102.63	84.91	111.09	341.26
International	144.07	110.07	135.98	190.15	130.06	127.93	78.58
Total	116.70	107.63	138.81	104.96	112.40	119.14	312.73

Note:

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

Net Commission = Commission paid on reinsurance accepted - 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 Half Year ended 30.09.2021 are given below:

- Consolidated Gross Premium Income of the company was ₹ 23,166.83 crore for Half Year ended 30.09.2021 as compared to ₹ 26,748.74 crore for Half Year ended 30.09.2020.
- Investment Income of the group was ₹ 4,492.13 crore for Half Year ended 30.09.2021 as compared to ₹ 3,926.23 crore for Half Year ended 30.09.2020.
- Consolidated Profit Before Tax for Half Year ended 30.09.2021 was ₹ 58.80 crore as compared to Loss Before Tax of ₹ 404.63 crore for Half Year ended 30.09.2020.
- Consolidated Profit After Tax for Half Year ended 30.09.2021 was ₹ 308.47 crore as compared to Loss After Tax of ₹ 268.63 crore for Half Year ended 30.09.2020.
- Incurred claims Ratio is 98.4 % for Half Year ended 30.09.2021 as compared to 97 % for Half Year ended 30.09.2020.
- Group's net worth (without fair value change account) for Half Year ended 30.09.2021 is ₹ 25,126.83 crores as compared to ₹ 22,412.78 crore for Half Year ended 30.09.2020.

Summary of Revenue and Profit and Loss Account of Consolidated Financials

S No	Particulars	('₹ crore)		
		Half Year ended		Year ended
		30.09.2021	30.09.2020	31.03.2021
1	Gross Premium	23,166.83	26,748.74	47,549.85
2	Net Premium	20,578.34	23,532.81	42,353.31
3	Earned Premium	21,862.68	23,217.29	39,984.66
4	Incurred Claims	21,506.06	22,519.75	36,928.92
5	<i>Incurred Claims Ratio (on earned premium)</i>	98.4%	97.0%	92.4%
6	Net Commission	4,622.37	4,380.29	8,024.70
7	<i>Net Commission Percentage (on Net Premium)</i>	22.5%	18.6%	18.9%
8	Expenses of Management	152.93	139.31	307.08
9	<i>Expenses of Management Ratio (on net premium)</i>	0.7%	0.6%	0.7%
10	Profit/(Loss) on Exchange	170.26	(136.21)	(224.26)
11	Premium Deficiency	2	10	35.30
12	Underwriting Profit/(Loss)	(4,250.46)	(3,968.64)	(5,535.60)
13	Investment Income net of expenses	4,492.13	3,926.23	8,822.51
14	Other Income less Outgoings	(182.87)	(362.21)	(217.60)
15	Profit/(Loss) Before Tax	58.80	(404.63)	3,069.32
16	Taxation	(190.43)	(60.11)	1,244.32
17	Share of Profit in Associate Companies	59.24	75.89	166.60
18	Profit/(Loss) After Tax	308.47	(268.63)	1,991.59



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 13th largest global reinsurer group based on gross written premium figures for 2020-21. It has branch offices in London 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.

As the effect of the pandemic recedes and economic recovery continues, insurance industry will see revival. This will then have a knock-on effect on reinsurance industry. However, the recovery could be variable across industries and thus various classes of insurance.

2017 and 2018 saw record level of catastrophes globally and 2020 saw the significant impact of the global pandemic. 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. Changing perception on climate change is likely to contribute to the price hardening trends in the sector.

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, it can be expected to further strengthen its position globally.



2021



भारतीयसाधारणबीमानिगम

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.

