



दि न्यू इंडिया एश्योरन्स कंपनी लिमिटेड

**THE NEW INDIA ASSURANCE COMPANY LTD.**

पंजीकृत एवं प्रधान कार्यालय : न्यू इंडिया एश्योरन्स बिल्डिंग, 87, महात्मा गांधी मार्ग, फोर्ट, मुंबई - 400 001.

Regd. & Head Office : New India Assurance Bldg., 87, M.G. Road, Fort, Mumbai - 400 001.

CIN No. L66000MH1919GOI000526

Phone : 022-22708100  
22708400

Website : www.newindia.co.in

Ref No.: NIACL/CMD\_Board Sectt. /BM/2019-20

February 07th, 2020

To,

The Manager  
Listing Department  
BSE Limited  
Phiroze Jeejeebhoy Tower  
Dalal Street  
Mumbai 400 001

The Manager  
Listing Department  
The National Stock Exchange of India Ltd.  
Exchange Plaza, 5<sup>th</sup> Floor, Plot C/1  
G Block, Bandra-Kurla Complex,  
Mumbai - 400 051

Scrip Code: (BSE 540769/NSE - NIACL)

**Re: Outcome of Board Meeting**

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform that the Board of Directors of the Company at its meeting held today i.e. 07<sup>th</sup> February, 2020, inter alia considered the following matters:

1. Unaudited financial results (Standalone and Consolidated) of the Company for the quarter and nine months ended 31<sup>st</sup> December, 2019.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other applicable requirements, a copy of the Unaudited financial results (Standalone and Consolidated) for the quarter and nine months ended 31<sup>st</sup> December, 2019 in the prescribed format is enclosed.

2. Other general matters

The meeting of the Board of Directors commenced at 12.30 pm and concluded at 4.20 pm.

You are requested to kindly take the same on records.

Yours Sincerely,

For The New India Assurance Company Ltd.

  
  
**Jayashree Nair**  
Company Secretary & Chief Compliance Officer

**The New India Assurance Company Limited**  
**Registration No.190 Renewed from : 01/04/2019**  
**Annexure-1**

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

**Statement of Standalone Unaudited Results for the Quarter and Nine Months ended 31/12/2019**

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
<b>OPERATING RESULTS</b>							
1	Gross Premiums Written:	6,98,923	8,24,900	6,78,023	23,09,888	20,24,615	28,01,710
2	Net Premium written <sup>1</sup>	5,90,334	5,96,187	5,32,296	18,19,780	16,09,474	22,12,086
3	Premium Earned (Net)	6,14,405	5,85,721	5,50,306	17,40,731	15,87,572	21,48,759
4	Income from investments (net) <sup>2</sup>	1,47,559	1,13,739	85,429	3,59,903	2,82,654	3,78,479
5	Other income	-	-	-	-	-	-
6	<b>Total income (3to5)</b>	<b>7,61,964</b>	<b>6,99,460</b>	<b>6,35,735</b>	<b>21,00,634</b>	<b>18,70,226</b>	<b>25,27,238</b>
7	Commissions & Brokerage (net)	60,939	52,705	49,602	1,66,081	1,50,344	2,19,898
8	Net commission	60,939	52,705	49,602	1,66,081	1,50,344	2,19,898
9	Operating Expenses related to insurance business (a)	98,143	91,065	86,924	2,85,620	2,50,987	4,03,464
	(a) Employees' remuneration and welfare expenses	68,999	65,240	60,463	1,99,092	1,70,853	2,90,198
	(b) Other operating expenses	29,144	25,825	26,461	86,528	80,134	1,13,266
10	Premium Deficiency	-	-	-	-	-	-
11	Incurred Claims:	5,48,174	5,43,858	5,58,499	15,93,566	15,25,168	20,49,670
	(a) Claims Paid	4,74,106	4,58,359	4,52,740	13,63,506	12,25,036	17,10,237
	(b) Change in Outstanding Claims (Incl. IBNR/IBNER)	74,068	85,499	1,05,759	2,30,060	3,00,132	3,39,433
12	<b>Total Expense (8+9+10+11)</b>	<b>7,07,256</b>	<b>6,87,628</b>	<b>6,95,025</b>	<b>20,45,268</b>	<b>19,26,498</b>	<b>26,73,032</b>
13	<b>Underwriting Profit/(Loss): (3-12)</b>	<b>(92,851)</b>	<b>(1,01,907)</b>	<b>(1,44,719)</b>	<b>(3,04,537)</b>	<b>(3,38,926)</b>	<b>(5,24,273)</b>
14	Provisions for doubtful debts (including bad debts written off)	3,612	657	(75)	5,348	(104)	8,187
15	Provisions for diminution in value of investments <sup>4</sup>	208	2,502	2,998	2,698	3,289	842
16	<b>Operating Profit/(loss): (6-12)</b>	<b>54,707</b>	<b>11,832</b>	<b>(59,290)</b>	<b>55,366</b>	<b>(56,272)</b>	<b>(1,45,794)</b>
17	Appropriations						
	(a) Transfer to Profit and Loss A/c	54,707	11,832	(59,290)	55,366	(56,272)	(1,45,794)
	(b) Transfer to reserves	-	-	-	-	-	-
<b>NON-OPERATING RESULTS</b>							
18	Income in shareholders' account (a+b+c):	1,30,351	70,519	(12,638)	2,39,782	1,00,717	73,601
	(a) Transfer from Policyholders' Fund	54,707	11,832	(59,290)	55,366	(56,272)	(1,45,794)
	(b) Income from investments	75,322	58,165	49,046	1,83,081	1,58,677	2,15,115
	(c) Other income	322	522	(2,394)	1,335	(1,688)	4,280
19	Expenses other than those related to insurance business <sup>3</sup>	69,369	8,530	234	85,883	659	4,102
20	Provisions for doubtful debts (including bad debts written off/investment provisions) <sup>4</sup>	1,798	327	(41)	2,661	(58)	4,545
21	Provisions for diminution in value of investments <sup>4</sup>	103	1,245	1,664	1,343	1,826	467
22	<b>Total Expense(19+20+21)</b>	<b>71,270</b>	<b>10,102</b>	<b>1,857</b>	<b>89,887</b>	<b>2,428</b>	<b>9,114</b>



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
23	Profit / (Loss) before extraordinary items (18-22)	59,081	60,417	(14,494)	1,49,895	98,289	64,487
24	Extraordinary Items	-	-	-	-	-	-
25	Profit/ (loss) before tax (23-24)	59,081	60,417	(14,494)	1,49,895	98,289	64,487
26	Provision for tax	10,778	7,420	(3,143)	20,784	13,258	6,508
27	<b>Profit / (loss) after tax</b>	<b>48,303</b>	<b>52,997</b>	<b>(11,351)</b>	<b>1,29,111</b>	<b>85,031</b>	<b>57,979</b>
28	<b>Dividend per share (Rs.)</b>						
	(a) Interim Dividend	-	-	-	-	-	-
	(b) Final dividend	-	-	-	-	-	-
29	Profit / (Loss) carried to Balance Sheet	48,303	52,997	(11,351)	1,29,111	85,031	57,979
30	Paid up equity capital	82,400	82,400	82,400	82,400	82,400	82,400
31	Reserve & Surplus Excluding Revaluation Reserve	16,37,463	15,83,072	15,40,983	16,37,463	15,40,983	15,12,113
32	Fair Value Change Account and Revaluation Reserve	18,16,112	19,11,434	22,55,474	18,16,112	22,55,474	22,26,058
33	Total Assets:						
	(a) Investments:						
	- Shareholders' Fund	20,12,980	19,64,907	20,72,732	20,12,980	20,72,732	20,43,152
	- Policyholders' Fund	39,09,124	38,91,700	37,38,027	39,09,124	37,38,027	38,75,868
	(b) Other Assets Net of current liabilities and provisions	(23,86,130)	(22,79,701)	(19,31,902)	(23,86,130)	(19,31,902)	(20,98,449)
34	<b>Analytical Ratios :</b>						
	(i) Solvency Ratio	2.10	2.08	2.25	2.10	2.25	2.13
	(ii) Expenses of Management Ratio <sup>5</sup>	23.60	18.95	21.74	21.13	21.49	23.82
	(iii) Incurred Claim Ratio	89.22	92.85	101.49	91.55	96.07	95.39
	(iv) Net retention ratio	84.46	72.27	78.51	78.78	79.50	78.95
	(v) Combined ratio:	116.17	116.97	127.14	116.37	121.02	123.57
	(vi) Adjusted Combined Ratio <sup>6</sup>	91.17	97.89	111.09	96.59	103.46	106.46
	(vii) Return on Equity <sup>7</sup>	11.50	12.96	(2.81)	10.48	7.21	3.72
	(viii) Earning per share (₹) <sup>8</sup>						
	(a) Basic and diluted EPS before extraordinary items (net of tax expense) for the period	2.93	3.22	(0.69)	7.83	5.16	3.52
	(b) Basic and diluted EPS after extraordinary items (net of tax expense) for the period	2.93	3.22	(0.69)	7.83	5.16	3.52
	(ix) <b>NPA ratios:</b>						
	<b>a) Gross and Net NPAs</b>						
	Gross NPAs	69,665	29,192	9,073	69,665	9,073	21,788
	Net NPAs	46,503	11,072	-	46,503	-	5,686
	<b>b) % of Gross &amp; Net NPAs</b>						
	% of Gross NPA	1.62	0.70	0.24	1.62	0.24	0.55
	% of Net NPA	1.09	0.27	-	1.09	-	0.15
	(x) Yield on Investments						
	(a) Without unrealized gains	5.20	4.10	3.44	12.90	11.58	15.50
	(b) With unrealised gains	3.60	2.75	2.15	8.65	7.14	9.64



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
(xi)	Public shareholding						
	a) No. of shares (in Lakhs)	2,400	2,400	2,400	2,400	2,400	2,400
	b) Percentage of shareholding	14.56	14.56	14.56	14.56	14.56	14.56
	c) % of Government holding (In case of Public Sector Insurance Companies)	85.44	85.44	85.44	85.44	85.44	85.44

Foot Note:

- 1 Net of Reinsurance (Including Excess of Loss Reinsurance)
- 2 Net of amortisation and losses (including capital gains)
- 3 Rs 846.46 Crores provision made during the nine months period ended towards estimated expenses under One More Option for Pension to employees as per Gazette notification dated 23/04/2019.
- 4 During the quarter a provision of Rs. 50.97 crores has been made towards Investment in Debentures.
- 5 Expense of Management ratio = (Expense of Management + Direct Commission) / Gross Direct Premium \* 100.
- 6 Adjusted combined ratio is calculated as combined ratio less the ratio of Policyholder's share of Investment income to net written Premium.
- 7 Return on Equity = Profit or Loss after Tax/ Average Net Worth \*100, for the quarter figures are annualized.
- 8 Earning per share for the quarterly figures are not annualized.
- 9 Other Notes forming part of Annexure-I, II attached.
- 10 Figures of previous period have been regrouped / re-arranged to conform to current period presentation



**The New India Assurance Company Limited**  
Registration No.190 Renewed from : 01/04/2019

Annexure-II

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

**Statement of Standalone Unaudited Results for the Quarter and Nine Months ended 31/12/2019**

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1	<b>Segment Income:</b>						
	<b>(A) Fire</b>						
	Net Premium	64,031	57,791	46,126	2,01,169	1,48,793	2,11,713
	Income from Investments <sup>1</sup>	20,307	15,653	11,222	49,530	37,130	49,717
	Other Income	-	-	-	-	-	-
	<b>(B) Marine</b>						
	Net Premium	10,813	11,275	10,372	34,514	31,195	44,404
	Income from Investments <sup>1</sup>	2,910	2,243	1,805	7,098	5,973	7,998
	Other Income	-	-	-	-	-	-
	<b>(C) Motor</b>						
	Net Premium	2,58,665	2,46,055	2,46,484	7,30,369	7,04,929	9,72,580
	Income from Investments <sup>1</sup>	92,473	71,279	54,399	2,25,546	1,79,988	2,41,007
	Other Income	-	-	-	-	-	-
	<b>(D) Health (including Personal Accident) <sup>2</sup></b>						
	Net Premium	2,15,023	2,08,756	1,81,049	6,88,897	5,78,652	7,79,771
	Income from Investments <sup>1</sup>	18,844	14,525	10,558	45,962	34,933	46,775
	Other Income	-	-	-	-	-	-
	<b>(E) Liability</b>						
	Net Premium	8,964	11,659	9,578	33,441	32,877	43,250
	Income from Investments <sup>1</sup>	2,770	2,137	1,610	6,756	5,327	7,134
	Other Income	-	-	-	-	-	-
	<b>(F) Aviation</b>						
	Net Premium	6,254	4,423	2,677	14,769	7,938	11,417
	Income from Investments <sup>1</sup>	881	679	510	2,149	1,689	2,262
	Other Income	-	-	-	-	-	-
	<b>(G) Engineering</b>						
	Net Premium	9,609	8,642	8,399	25,985	24,980	38,148
	Income from Investments <sup>1</sup>	3,337	2,572	1,920	8,140	6,352	8,505
	Other Income	-	-	-	-	-	-
	<b>(H) Crop</b>						
	Net Premium	1,474	25,962	11,332	27,663	19,829	25,022
	Income from Investments <sup>1</sup>	1,912	1,474	1,148	4,665	3,796	5,084
	Other Income	-	-	-	-	-	-
	<b>(I) Other Miscellaneous</b>						
	Net Premium	15,499	21,624	16,279	62,972	60,281	85,781
	Income from Investments <sup>1</sup>	4,123	3,176	2,257	10,056	7,466	9,997
	Other Income	-	-	-	-	-	-
	<b>(J) Unallocated</b>						
	Net Premium	-	-	-	-	-	-
	Income from Investments <sup>1</sup>	-	-	-	-	-	-
	Other Income	-	-	-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
2	<b>Premium Deficiency</b>						
	(A) Fire	-	-	-	-	-	-
	(B) Marine	-	-	-	-	-	-
	(C) Motor	-	-	-	-	-	-
	(D) Health (including Personal Accident) <sup>2</sup>	-	-	-	-	-	-
	(E) Liability	-	-	-	-	-	-
	(F) Aviation	-	-	-	-	-	-
	(G) Engineering	-	-	-	-	-	-
	(H) Crop	-	-	-	-	-	-
	(I) Other Miscellaneous	-	-	-	-	-	-
	(J) Unallocated	-	-	-	-	-	-
3	<b>Segment Underwriting profit/ (Loss):</b>						
	(A) Fire	(6,743)	(12,454)	(33,460)	(30,011)	(82,705)	(1,08,227)
	(B) Marine	2,615	1,874	3,158	2,350	1,389	(6,852)
	(C) Motor	(35,840)	(27,284)	(59,392)	(95,459)	(96,442)	(1,52,810)
	(D) Health (including Personal Accident) <sup>2</sup>	(43,534)	(45,009)	(31,800)	(1,45,096)	(1,30,127)	(2,19,792)
	(E) Liability	3,278	2,233	3,874	5,259	7,719	7,920
	(F) Aviation	(2,899)	2,192	(2,299)	(1,839)	(6,515)	(9,920)
	(G) Engineering	(1,764)	(9,266)	(9,501)	(11,459)	(12,540)	(3,716)
	(H) Crop	(6,100)	(7,715)	(16,059)	(14,402)	(21,404)	(20,939)
	(I) Other Miscellaneous	(1,562)	(6,778)	459	(13,879)	1,396	(10,277)
	(J) Unallocated	-	-	-	-	-	-
4	<b>Segment Operating profit/(Loss):</b>						
	(A) Fire	13,564	3,199	(22,238)	19,519	(45,576)	(58,509)
	(B) Marine	5,525	4,117	4,963	9,448	7,362	1,145
	(C) Motor	56,632	43,994	(4,993)	1,30,087	83,546	88,197
	(D) Health (including Personal Accident) <sup>2</sup>	(24,690)	(30,484)	(21,242)	(99,134)	(95,195)	(1,73,017)
	(E) Liability	6,048	4,370	5,485	12,015	13,047	15,054
	(F) Aviation	(2,018)	2,871	(1,788)	310	(4,826)	(7,658)
	(G) Engineering	1,573	(6,694)	(7,582)	(3,319)	(6,188)	4,789
	(H) Crop	(4,188)	(6,241)	(14,912)	(9,737)	(17,607)	(15,856)
	(I) Other Miscellaneous	2,560	(3,602)	2,716	(3,823)	8,862	(281)
	(J) Unallocated	-	-	-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
5	Segment Technical Liabilities:						
	(A) Fire	4,93,845	4,83,647	4,15,993	4,93,845	4,15,993	4,64,464
	(B) Marine	66,206	67,913	62,824	66,206	62,824	66,561
	(C) Motor	22,92,443	22,26,453	20,87,910	22,92,443	20,87,910	21,15,031
	(D) Health (including Personal Accident) <sup>2</sup>	5,06,231	5,18,772	4,25,040	5,06,231	4,25,040	4,29,271
	(E) Liability	70,282	70,211	60,574	70,282	60,574	63,348
	(F) Aviation	19,897	17,285	18,657	19,897	18,657	20,148
	(G) Engineering	89,828	90,009	81,127	89,828	81,127	76,210
	(H) Crop	45,046	48,986	61,710	45,046	61,710	43,750
	(I) Other Miscellaneous	1,06,428	1,10,030	82,220	1,06,428	82,220	96,164
	(J) Unallocated	-	-	-	-	-	-

Footnotes:

- 1 Income from Investment is net of provisions for diminution in value of investments.
- 2 Figures relating to health segment includes Health Retail, Health Group and Health Government Schemes presented on aggregate basis. Segment results relating to Misc. Segment in terms of (a) Retail (b) Group/Corporate are also on aggregate basis.



### Annexure III

#### Notes forming part of Unaudited Standalone Financial results for the period ended December 31, 2019

1. The above unaudited standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 7, 2020 and have been subjected to the limited review by the joint central statutory auditors of the company.
2. These standalone financial results have been prepared in accordance with Accounting Standards 25 (AS) on 'Interim Financial Reporting' as specified under section 133 of the Companies Act 2013 and comply in all material respects with the same accounting policies and principles as followed by the company for the year ended March 31, 2019.
3. The disclosure requirements under the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and other relevant circulars issued by IRDAI and the provisions of Accounting Standards specified under the Companies Act, 2013 read with Companies (Accounting Standards) Amendment Rules, 2016 and the relevant provisions of the Companies Act, 2013 are complied with at the time of presentation of annual financial statements and as such these are not included in the accompanying unaudited standalone financial results.
4. Provision towards company's contribution to Pension fund, Gratuity fund, Leave Encashment, leave travel subsidy, Outstanding expenses have been made on estimated basis. Provision for cash incentive, profit incentive to the development staff, productivity linked incentive and profit commission to agents in case of foreign agency offices are made at the year end.
5. Provision towards Claims Incurred but Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as on December 31, 2019 have been determined by Appointed Actuary, which is in accordance with accepted actuarial practice and IRDA regulations in this regard.
6. a) The balance appearing in the amount due to/ due from persons or bodies carrying on reinsurance business are subject to confirmation/ reconciliation and consequential adjustments if any. Further the company is in the process of compiling the gross debit and gross credit balance against each of such parties along with the age wise analysis. These balances include old cases including migration difference for which the company is in the process of identifying the supporting records and accordingly necessary action will be taken. As against net Reinsurance recoverable balance of ₹ 3,07,008.80 lakhs, the Company has maintained a provision of ₹ 12,414.56 Lakh up to December 31, 2019 towards doubtful debts. Further impact of the above, if any on the unaudited standalone financial results are unascertainable.  
  
b) In case of Co-insurance balances, the reconciliation and settlement process to clear the balances is in progress.





c) The reconciliation of various accounts relating to inter-office accounts of domestic and foreign operations amounting to ₹ 29,101.60 lakhs (Net Debit), Control Accounts, Reinsurance recovery control account, old balances, sundries and suspense, few Bank Accounts, loans and advances pertaining to employees, other assets and other liabilities etc. is under progress. The impact of the above, if any, on the unaudited standalone financial results are unascertainable.

d) In case of Pradhan Mantri Fasal Bima Yojna (PMFBY), Enrolment data and premium data as per Banks is being reconciled with data as per the Central/State Government portal. In respect of claims, full yield data is not available for the crop year 2019-20 and therefore precise amount of claims liability in terms of actual yield and claims admissible is yet to be done. Provision for outstanding claims has been made based on management estimates of ultimate loss and is included under IBNR/IBNER assessed by the appointed actuary. Necessary adjustments relating to the above are to be carried out in due course.

e) In view of above mentioned various accounts being reconciled and balances under confirmation, the effect of such pending reconciliation on compliance of various provisions relating to TDS, service tax and GST and interest thereon has been ensured to the extent of available information and necessary adjustments /payments of any liability arising out of such reconciliation is to be done in due course.

7. During the current quarter reconciliation of Goods and Service Tax (GST) Liability with Input Tax Credit and payment of GST has been carried out by the Company and necessary rectification has been carried out in case of majority of the states. The Company is in the process of reconciling the remaining un-reconciled amounts.

8. a) With the amendment in the payment of Gratuity Act, 2018, the limit of payment of gratuity is enhanced from ₹10 lakhs to ₹ 20 lakhs with effect from March 28, 2018, resulting in to additional liability. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire additional liability of ₹ 33753.00 Lakhs for gratuity was required to be charged to the Profit and Loss Account for financial year 2017-18. However, vide circular communications ref IRDA/F&A/GNA/LR/002/2018-19/23 dated 01/05/2018, IRDAI had permitted the amortization of expenditure relating to additional liability towards gratuity over a period of five years commencing from FY 2017-18. Subsequently vide communication Ref: IRDA/F&A/GNA/LR/003/2018-19/48 dated 10/07/2018 the same was revised to 4 years. Accordingly, the balance un-amortized liability of ₹ 18,001.60 lakhs as on April 1, 2019 would be amortized in remaining two years. During the current quarter and for the nine months ended an amount of ₹ 2,250.20 lakhs and ₹ 6,750.60 lakhs respectively is charged to the revenue and the balance amount remaining to be amortized in remaining period is ₹ 11,251.00 lakhs.

b) The Pension Scheme 1995 has been extended to PSU officers and staff members who joined until 31.03.2010, by virtue of the Gazette Notification no. 233(E), 234(E) and 235(E) dated 23.01.2016, The incremental liability towards pension arising out of the above extension has been arrived at ₹ 1,727.00 lakhs based on actuarial valuation. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire amount of ₹ 1,727.00 lakhs for pension was required



to be charged to the Profit and Loss Account for financial year 2015-16. However, IRDA vide Circular ref IRDA/F&A/CIR/ACTS/077/04/2016 dated 18.04.2016 had permitted the amortization of expenditure relating to the additional liability over a period of five years commencing from FY 2015-16. During the current quarter and for the nine months ended an amount of ₹ 86.35 lakhs an amount of ₹ 259.05 lakhs respectively is charged to the revenue and balance amount remaining to be amortized in remaining period is ₹ 86.35 lakhs for pension.

c) The Government of India by Gazette Notification no. S.O. 1627 (E) dated April 23, 2019 notified amendment under the General Insurance (Employees) Pension Scheme 1995, allowing one more pension option to the employees who have joined the Company before June 28, 1995. As per the notification dated April 23, 2019, the eligible optees (existing /retired) of the company were required to exercise their option for pension within 90 days / 120 days from the date of notification and remit Company's contribution of Provident Fund with accumulated interest and additional amount as prescribed within 90 days / 60 days from the cut-off date. The Company had given option to all the eligible current and retired employees to whom the scheme has given an option for the pension scheme.

Subject to verification of the applications received , matching of contributions received from the applicants and actuarial valuation of liability the management had charged amount of ₹ 16,200.00 Lakhs to Profit and Loss account for the six month ended September 30, 2019 assuming amortization of total estimated liability of ₹ 1,60,000.00 lakhs over a period of 5 years which was subject to IRDAI approval.

During the current quarter the Company has verified all the applications received and matching of contributions received from the applicants has been reconciled. Based on application and contributions received, the management has computed an amount of ₹ 68,446.75 lakhs pension liability towards 1,608 retired employees, and an amount of ₹ 96,779.00 lakhs pension liability towards 3,229 regular employees. The management has decided to charge entire remaining liability on account of retired employees amounting to ₹ 61,924.65 Lakhs during the current quarter (₹ 68,446.75 lakhs for the nine months ended December 31,2019) to Profit and Loss account. The management has charged ₹ 6,522.10 Lakhs during the current quarter (₹ 16,200.00 lakhs for the nine months ended December 31,2019) for regular employees to Profit and Loss Account. The management had applied to IRDAI for amortization of additional pension liability over a period of 5 years. Pending approval from IRDAI the balance liability on account of regular employees amounting to ₹ 80,579.00 Lakhs has not been charged to Profit and Loss account.

9. The Government of Rajasthan has withheld / deducted an amount of ₹ 12,009.19 Lakh under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters. Since the Company has paid the claim under the said scheme, it is in process of getting the same refunded by the Government of Rajasthan and no provision is required against the same.
10. a) The Company has investments of ₹ 1,784.15 lakhs in equities of IL & FS related entities as on December 31, 2019, which is marked to market as on December 31, 2019 and changes in market value of equity over cost amounting to ₹ 1,771.59 lakhs is taken to Fair Value Change Account.



- b) The Company has made provision of ₹ Nil and ₹ 3,308.99 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively against cost of investment amounting to ₹ 3,308.99 lakhs in equity of Reliance Communications Limited as a result of net worth erosion of the underlying investment which is in line with the Company's accounting policy.
- c) The Company has made provisions in respect of following debentures securities as per IRDAI norms or as considered appropriate by the management, whichever is higher:
- i. Secured Non-Convertible Debenture of ₹ 12,825.37 lakhs of IL & FS related entities as on December 31, 2019, the Company has made additional provision of ₹ Nil and ₹ 1,350.00 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively. Hence total provision against the debentures holding in IL & FS related entities stands at ₹ 8,489.15 lakhs as on December 31, 2019.
  - ii. Debenture of ₹ 7,484.18 lakhs of Dewan Housing Finance Corporation Limited as on December 31, 2019, the Company has made provision of ₹ 2,058.15 lakhs and ₹ 2,806.57 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively.
  - iii. Debenture of ₹ 11,497.14 lakhs of Reliance Home Finance Limited as on December 31, 2019, the Company has made provision of ₹ 862.29 lakhs during the current quarter.
  - iv. Debenture of ₹ 29,031.28 lakhs of Reliance Capital Ltd as on December 31, 2019, the Company has made provision of ₹ 2,177.35 lakhs during the current quarter.
11. The Government of Karnataka has levied penalty of ₹ 649.00 lakhs in respect of implementation of RSBY Scheme for which communication was received on April 15, 2019 and in turn the Company has replied to Government of Karnataka vide their letter dated May 30, 2019, wherein the Company has disputed the penalty since it was based on incorrect facts and figures. The Company has sought for clarification from the Government of Karnataka on the parameters of penalty, reply from which is still pending to be received from them. The Company is hopeful that the penalty will be dropped, hence no provision has been made against this penalty during the quarter and nine months ended December 31, 2019.
12. The company is in the process of strengthening internal controls and internal audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes to ensure the compliance of laid down operational guidelines.
13. The Taxation Laws (Amendment) Ordinance, 2019 was promulgated on 20th September 2019. The Ordinance amends the Income Tax Act, 1961 and the Finance Act (No. 2) Act, 2019. The Ordinance provides domestic companies with an option to opt for lower tax rate, provided they do not claim certain deductions. The Company is in process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for the purpose of tax provision and deferred tax in these unaudited standalone financial results.
14. The accounts of Branches in Fiji and Thailand are prepared on calendar year basis as per the requirement of local laws. The accounts incorporated of these branches in this unaudited



standalone financial results are for the period January 01, 2019 to September 30, 2019. There are no material changes for the period October 01, 2019 to December 31, 2019.

15. The Company had proposed in its Board Meeting dated May 13, 2019 final dividend of ₹ 24,720.00 lakhs for the financial year 2018-19, which was approved by the shareholders at the Annual General Meeting held on August 30, 2019. During the quarter, the Company has paid final dividend of ₹ 24,719.02 lakhs and the corresponding Dividend Distribution Tax of ₹ 5,081.27 lakhs. An amount of ₹ 0.98 lakhs is lying as unclaimed dividend as on December 31, 2019.
16. The IPO expenses incurred by the Company during financial year 2017-18 amounting to ₹ 538.75 lakhs which were shown as recoverable from Central Government has been adjusted against Share Premium Reserve as this amount was no more recoverable from Central Government.
17. Figures of previous period/ quarter have been re-grouped/ re-arranged to conform to current period/ current quarter presentation.



For The New India Assurance Co Limited

Chairman-Cum- Managing Director  
DIN: 07542308

Place: Mumbai

Date: February 07, 2020



**Schedule-16**

**Notes forming part of Unaudited Condensed Standalone Financial statement for the period ended December 31, 2019**

1. The above condensed standalone financial statements were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 7, 2020 and have been subjected to the limited review by the joint central statutory auditors of the company.
2. These condensed standalone financial statements have been prepared in accordance with Accounting Standards 25 (AS) on 'Interim Financial Reporting' as specified under section 133 of the Companies Act 2013 and comply in all material respects with the same accounting polices and principles as followed by the company for the year ended March 31, 2019.
3. The disclosure requirements under the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and other relevant circulars issued by IRDAI and the provisions of Accounting Standards specified under the Companies Act, 2013 read with Companies (Accounting Standards) Amendment Rules, 2016 and the relevant provisions of the Companies Act, 2013 are complied with at the time of presentation of annual financial statements and as such these are not included in the accompanying standalone financial statements.
4. Provision towards company's contribution to Pension fund, Gratuity fund, Leave Encashment, leave travel subsidy, Outstanding expenses have been made on estimated basis. Provision for cash incentive, profit incentive to the development staff, productivity linked incentive and profit commission to agents in case of foreign agency offices are made at the year end.
5. Provision towards Claims Incurred but Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as on December 31, 2019 have been determined by Appointed Actuary, which is in accordance with accepted actuarial practice and IRDA regulations in this regard.
6. a) The balance appearing in the amount due to/ due from persons or bodies carrying on reinsurance business are subject to confirmation/ reconciliation and consequential adjustments if any. Further the company is in the process of compiling the gross debit and gross credit balance against each of such parties along with the age wise analysis. These balances include old cases including migration difference for which the company is in the process of identifying the supporting records and accordingly necessary action will be taken. As against net Reinsurance recoverable balance of ₹ 3,07,008.80 lakhs, the Company has maintained a provision of ₹ 12,414.56 Lakh up to December 31, 2019 towards doubtful debts. Further impact of the above, if any on the condensed standalone financial statements are unascertainable.  
  
b) In case of Co-insurance balances, the reconciliation and settlement process to clear the balances is in progress.



c) The reconciliation of various accounts relating to inter-office accounts of domestic and foreign operations amounting to ₹ 29,101.60 lakhs (Net Debit), Control Accounts, Reinsurance recovery control account, old balances, sundries and suspense, few Bank Accounts, loans and advances given to employees, other assets and other liabilities etc. is under progress. The impact of the above, if any, on the condensed standalone financial statements are unascertainable.

d) In case of Pradhan Mantri Fasal Bima Yojna (PMFBY), Enrolment data and premium data as per Banks is being reconciled with data as per the Central/State Government portal. In respect of claims, full yield data is not available for the crop year 2019-20 and therefore precise amount of claims liability in terms of actual yield and claims admissible is yet to be done. Provision for outstanding claims has been made based on management estimates of ultimate loss and is included under IBNR/IBNER assessed by the appointed actuary. Necessary adjustments relating to the above are to be carried out in due course.

e) In view of above mentioned various accounts being reconciled and balances under confirmation, the effect of such pending reconciliation on compliance of various provisions relating to TDS, service tax and GST and interest thereon has been ensured to the extent of available information and necessary adjustments /payments of any liability arising out of such reconciliation is to be done in due course.

7. During the current quarter reconciliation of Goods and Service Tax (GST) Liability with Input Tax Credit and payment of GST has been carried out by the Company and necessary rectification has been carried out in case of majority of the states. The Company is in the process of reconciling the remaining un-reconciled amounts.

8. a) With the amendment in the payment of Gratuity Act, 2018, the limit of payment of gratuity is enhanced from ₹ 10 lakhs to ₹ 20 lakhs with effect from March 28, 2018, resulting in to additional liability. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire additional liability of ₹ 33753.00 Lakhs for gratuity was required to be charged to the Profit and Loss Account for financial year 2017-18. However, vide circular communications ref IRDA/F&A/GNA/LR/002/2018-19/23 dated 01/05/2018, IRDAI had permitted the amortization of expenditure relating to additional liability towards gratuity over a period of five years commencing from FY 2017-18. Subsequently vide communication Ref: IRDA/F&A/GNA/LR/003/2018-19/48 dated 10/07/2018 the same was revised to 4 years. Accordingly, the balance un-amortized liability of ₹ 18,001.60 lakhs as on April 1, 2019 would be amortized in remaining two years. During the current quarter and for the nine months ended an amount of ₹ 2,250.20 lakhs and ₹ 6,750.60 lakhs respectively is charged to the revenue and the balance amount remaining to be amortized in remaining period is ₹ 11,251.00 lakhs.

b) The Pension Scheme 1995 has been extended to PSU officers and staff members who joined until 31.03.2010, by virtue of the Gazette Notification no. 233(E), 234(E) and 235(E) dated 23.01.2016, The incremental liability towards pension arising out of the above extension has been arrived at ₹ 1,727.00 lakhs based on actuarial valuation. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire amount of ₹ 1,727.00 lakhs for pension was required to be charged to the Profit and Loss Account for financial year 2015-16. However, IRDA vide Circular ref IRDA/F&A/CIR/ACTS/077/04/2016 dated 18.04.2016 had permitted the amortization of



expenditure relating to the additional liability over a period of five years commencing from FY 2015-16. During the current quarter and for the nine months ended an amount of ₹ 86.35 lakhs an amount of ₹ 259.05 lakhs respectively is charged to the revenue and balance amount remaining to be amortized in remaining period is ₹86.35 lakhs for pension.

c) The Government of India by Gazette Notification no. S.O. 1627 (E) dated April 23, 2019 notified amendment under the General Insurance (Employees) Pension Scheme 1995, allowing one more pension option to the employees who have joined the Company before June 28, 1995. As per the notification dated April 23, 2019, the eligible optees (existing /retired) of the company were required to exercise their option for pension within 90 days / 120 days from the date of notification and remit Company's contribution of Provident Fund with accumulated interest and additional amount as prescribed within 90 days / 60 days from the cut-off date. The Company had given option to all the eligible current and retired employees to whom the scheme has given an option for the pension scheme.

Subject to verification of the applications received, matching of contributions received from the applicants and actuarial valuation of liability the management had charged amount of ₹ 16,200.00 Lakhs to Profit and Loss account for the six month ended September 30, 2019 assuming amortization of total estimated liability of ₹ 1,60,000.00 lakhs over a period of 5 years which was subject to IRDAI approval.

During the current quarter the Company has verified all the applications received and matching of contributions received from the applicants has been reconciled. Based on application and contributions received, the management has computed an amount of ₹ 68,446.75 lakhs pension liability towards 1,608 retired employees, and an amount of ₹ 96,779.00 lakhs pension liability towards 3,229 regular employees. The management has decided to charge entire liability on account of retired employees amounting to ₹ 61,924.65 Lakhs during the current quarter (₹ 68,446.75 lakhs for the nine months ended December 31,2019) to Profit and Loss account. The management has charged ₹ 6,522.10 Lakhs during the current quarter (₹ 16,200.00 lakhs for the nine months ended December 31,2019) for regular employees to Profit and Loss Account. The management had applied to IRDAI for amortization of additional pension liability over a period of 5 years. Pending approval from IRDAI the balance liability on account of regular employees amounting to ₹ 80,579.00 Lakhs has not been charged to Profit and Loss account.

9. The Government of Rajasthan has withheld / deducted an amount of ₹ 12,009.19 Lakh under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters. Since the Company has paid the claim under the said scheme, it is in process of getting the same refunded by the Government of Rajasthan and no provision is required against the same.
10. a) The Company has investments of ₹ 1,784.15 lakhs in equities of IL & FS related entities as on December 31, 2019, which is marked to market as on December 31, 2019 and changes in market value of equity over cost amounting to ₹ 1,771.59 lakhs is taken to Fair Value Change Account.
- b) The Company has made provision of ₹ Nil and ₹ 3,308.99 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively against cost of investment amounting to ₹



3,308.99 lakhs in equity of Reliance Communications Limited as a result of net worth erosion of the underlying investment which is in line with the Company's accounting policy.

c) The Company has made provisions in respect of following debentures securities as per IRDAI norms or as considered appropriate by the management, whichever is higher:

- i. Secured Non-Convertible Debenture of ₹ 12,825.37 lakhs of IL & FS related entities as on December 31, 2019, the Company has made additional provision of ₹ Nil and ₹ 1,350.00 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively. Hence total provision against the debentures holding in IL & FS related entities stands at ₹ 8,489.15 lakhs as on December 31, 2019.
  - ii. Debenture of ₹ 7,484.18 lakhs of Dewan Housing Finance Corporation Limited as on December 31, 2019, the Company has made provision of ₹ 2,058.15 lakhs and ₹ 2,806.57 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively.
  - iii. Debenture of ₹ 11,497.14 lakhs of Reliance Home Finance Limited as on December 31, 2019, the Company has made provision of ₹ 862.29 lakhs during the current quarter.
  - iv. Debenture of ₹ 29,031.28 lakhs of Reliance Capital Ltd as on December 31, 2019, the Company has made provision of ₹ 2,177.35 lakhs during the current quarter.
11. The Government of Karnataka has levied penalty of ₹ 649.00 lakhs in respect of implementation of RSBY Scheme for which communication was received on April 15, 2019 and in turn the Company has replied to Government of Karnataka vide their letter dated May 30, 2019, wherein the Company has disputed the penalty since it was based on incorrect facts and figures. The Company has sought for clarification from the Government of Karnataka on the parameters of penalty, reply from which is still pending to be received from them. The Company is hopeful that the penalty will be dropped, hence no provision has been made against this penalty during the quarter and nine months ended December 31, 2019.
12. The company is in the process of strengthening internal controls and internal audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes to ensure the compliance of laid down operational guidelines.
13. The Taxation Laws (Amendment) Ordinance, 2019 was promulgated on 20th September 2019. The Ordinance amends the Income Tax Act, 1961 and the Finance Act (No. 2) Act, 2019. The Ordinance provides domestic companies with an option to opt for lower tax rate, provided they do not claim certain deductions. The Company is in process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for the purpose of tax provision and deferred tax in these condensed standalone financial statements.
14. The accounts of Branches in Fiji and Thailand are prepared on calendar year basis as per the requirement of local laws. The accounts incorporated of these branches in this condensed standalone financial statement are for the period January 01, 2019 to September 30, 2019. There are no material changes for the period October 01, 2019 to December 31, 2019.





15. The Company has proposed in its Board Meeting dated May 13, 2019 final dividend of ₹ 24,720.00 lakhs for the financial year 2018-19, which was approved by the shareholders at the Annual General Meeting held on August 30, 2019. The Company has paid final dividend of ₹ 24,719.02 lakhs and the corresponding Dividend Distribution Tax of ₹ 5,081.27 lakhs. An amount of ₹ 0.98 lakhs is lying as unclaimed dividend as on December 31, 2019.
16. The IPO expenses incurred by the Company during financial year 2017-18 amounting to ₹ 538.75 lakhs which were shown as recoverable from Central Government has been adjusted against Share Premium Reserve as this amount was no more recoverable from Central Government.
17. Figures of previous period/ quarter have been re-grouped/ re-arranged to conform to current period/ current quarter presentation.



For The New India Assurance Co. Limited

Chairman-Cum- Managing Director  
DIN: 07542308

Place: Mumbai

Date: February 7, 2020



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Chartered Accountants,  
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Mukund .M. Chitale & Co.,  
Chartered Accountants  
2<sup>nd</sup> Floor, Kapur House,  
Paranjape Scheme B Road No.1,  
Vile Parle East,  
Mumbai – 4000 57.

**LIMITED REVIEW REPORT ON UNAUDITED STANDALONE FINANCIAL RESULTS OF  
THE NEW INDIA ASSURANCE COMPANY LIMITED**

To,  
The Board of Directors,  
The New India Assurance Company Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of The New India Assurance Company Limited (the company) for the quarter and nine month ended December 31, 2019 (the 'Statement') (the 'Statement') being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019. This statement is the responsibility of the company management and has been approved by the Board of Directors. Our responsibility is to issue a report on the unaudited standalone financial results based on our review.

2. We conducted our review in accordance with the standard on Review Engagement (SRE) 2410, "Review of Interim financial information performed by Independent Auditor of the entity", issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the unaudited standalone financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an Audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

***Basis for Qualified Conclusion***

3.(a) Balances due to/from persons or bodies carrying on Insurance Business including reinsurers and the balances related to Co-insurance accounts are subject to confirmations and reconciliation, the ageing of these balances and records relating to old balances are being compiled by the company. (Refer Note 6(a) and (b));

(b) Balances of Inter office accounts, control accounts, few Bank accounts including those related to Pradhan Mantri Fasal Bima Yojna (PMFBY), loans and advances pertaining to employees and other accounts at certain offices are also pending for reconciliation/confirmation and consequential adjustments, effect of which, if any, is not ascertainable and cannot be commented upon. (Refer Note 6 (d)).

(c) The impact on account of reconciliation relating to above mentioned various accounts and balances under confirmation with respect to compliance of provisions relating to TDS, service tax and GST which may arise out of such reconciliation is not ascertainable and cannot be commented upon. (Refer Note 6(e)).



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Paranjape Scheme B Road No.1,  
Vile Parle East,  
Mumbai – 4000 57.

(d) The Government of Rajasthan has withheld / deducted an amount of ₹ 12,009.19 Lakh of the Company under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters, since in the opinion of the management the same will be recovered no provision has been made, to that extent the profit for the nine months ended December 31, 2019 is higher by Rs. 12,009.19 lakhs (Refer Note 9).

Overall impact of the above except for para 3 (d) and the consequential effects on unaudited standalone financial results and assets and liabilities for the quarter/ as at December 31, 2019 are not ascertainable and cannot be commented upon.

#### 4. Qualified Conclusion

Based on our Review conducted as above, with the exception of the matter specified in the basis for qualified conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Accounting standard 25, "Interim Financial Statement", specified under section 133 of the companies Act 2013, read with Rule 7 of companies (Accounts) Rules, 2014 issued there under, including the relevant provisions of the Insurance Act 1938("the insurance act"), the Insurance Regulatory and Development Authority of India Act.1999 ("the IRDAI Act") and IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002; orders/directions/circulars issued by the Insurance Regulatory and Development Authority of India ("IRDAI"/ "the Authority") to the extent applicable and other recognized accounting practices and policies generally Accepted in India, has not disclosed the information required to be disclosed in terms of Regulations 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular No. CIR/IMD/DFIC/69/2016 dated August 10, 2016 and read with IRDAI Circular reference: IRDAI/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017 including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### 5. Emphasis of Matter :

Without qualifying our report in respect of the following, we draw attention to:

- i. Note 7 regarding reconciliation of Goods and Service Tax (GST) Liability with Input tax credit and payment of GST on the Company as a whole for all the offices of company is under process.
- ii. Note No.8 (a) and (b) regarding Un-amortized Gratuity and Pension Liability as per IRDA Circular.



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- iii. Note No.8 (c) regarding the option given to all the eligible current and retired employees by the Company to whom the scheme has given an option for opting for pension scheme as per notification no. S.O. 1627 (E) dated 23rd April 2019 on General Insurance (Employees) Pension Amendment Scheme, 2019. The Company has made provision for this pension liability on account of regular employees assuming amortization over a period of five year which is subject to IRDAI approval. Pending approval from IRDAI the balance liability on account of regular employees amounting to ₹ 80,579.00 Lakhs has not been charged to Profit and Loss account.
- iv. Note No. 10 (a) to (c) regarding provisions made by the Company in respect of various equity and debenture exposures as per accounting policy of the Company and IRDAI norms or as considered appropriate by the management, whichever is higher.
- v. Note No. 11 regarding penalty levied by the Government of Karnataka in respect of implementation of RSBY scheme which has been disputed by the Company, since in opinion of the management the penalty will be dropped no provision has been made against this penalty.
- vi. Note No. 12 regarding strengthening of Internal control System and Internal Audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes requires strengthening.

6. Other Matters:

- i. We did not Review the financial results of Nine Foreign Branches and Seven Foreign Agency offices, included in the unaudited standalone financial results of the Company. The financial results / information of these offices have been reviewed by the other firm of auditors whose reports have been furnished to us and our opinion, in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.
- ii. We have relied on the financial results of two Foreign Run off offices and one Foreign representative office which have been furnished to us by the management and our review report in so far as it relates to the amounts included in respect of the said foreign branches is solely based on the financial results furnished by the management which has not been subject to review in their respective countries.



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Vile Parle East,  
Mumbai – 4000 57.

- iii. The actuarial valuation of liability in respect of Claims Incurred But Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as at December 31, 2019, is as certified by the Company's Appointed Actuary and our conclusion in so far as it relates to the amounts and disclosures related to such liability, is based solely on such report.

For NBS & CO.  
Chartered Accountants  
Firm Reg. No. 110100W

For Mukund. M. Chitale & Co.  
Chartered Accountants  
Firm Reg. No. 106655W



DevdasBhat  
Partner  
Membership Number 048094  
UDIN – 20048094AAAAAP4230



Abhay V. Kamat  
Partner  
Membership Number 039585  
UDIN – 20039585AAAAABC3613

Place: Mumbai  
Date: February 7, 2020.

**The New India Assurance Company Limited**  
**Registration No.190 Renewed from : 01/04/2019**

**Annexure-I**

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

**Statement of Consolidated Unaudited Results for the Quarter and Nine Months ended 31/12/2019**

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Unaudited)	(Reviewed)	(Unaudited)	(Audited)
<b>OPERATING RESULTS</b>							
1	Gross Premiums Written:	7,04,566	8,30,911	6,82,803	23,28,221	20,40,458	28,22,549
2	Net Premium written <sup>1</sup>	5,93,554	5,99,564	5,35,183	18,30,324	16,18,797	22,24,536
3	Premium Earned (Net)	6,17,647	5,88,940	5,52,900	17,51,428	15,96,671	21,61,166
4	Income from investments (net) <sup>2</sup>	1,47,612	1,14,236	85,782	3,60,753	2,83,633	3,79,453
5	Other income	-	-	-	-	-	-
6	<b>Total income (3to5)</b>	<b>7,65,259</b>	<b>7,03,176</b>	<b>6,38,682</b>	<b>21,12,181</b>	<b>18,80,304</b>	<b>25,40,619</b>
7	Commissions & Brokerage (net)	60,633	52,903	50,039	1,66,418	1,51,412	2,21,063
8	Net commission	60,633	52,903	50,039	1,66,418	1,51,412	2,21,063
9	Operating Expenses related to insurance business	99,120	92,258	87,860	2,88,931	2,53,878	4,08,477
	(a) Employees' remuneration and welfare expenses	69,366	65,767	60,892	2,00,433	1,72,040	2,91,907
	(b) Other operating expenses	29,754	26,491	26,968	88,498	81,838	1,16,570
10	Premium Deficiency	-	-	-	-	-	-
11	Incurred Claims:	5,49,502	5,45,726	5,60,159	15,98,115	15,29,239	20,54,869
	(a) Claims Paid	4,78,156	4,60,354	4,55,888	13,71,298	12,31,326	17,14,430
	(b) Change in Outstanding Claims (Incl. IBNR/IBNER)	71,346	85,372	1,04,271	2,26,817	2,97,913	3,40,439
12	<b>Total Expense (8+9+10+11)</b>	<b>7,09,255</b>	<b>6,90,887</b>	<b>6,98,058</b>	<b>20,53,464</b>	<b>19,34,529</b>	<b>26,84,409</b>
13	<b>Underwriting Profit/(Loss): (3-12)</b>	<b>(91,608)</b>	<b>(1,01,947)</b>	<b>(1,45,158)</b>	<b>(3,02,036)</b>	<b>(3,37,858)</b>	<b>(5,23,243)</b>
14	Provisions for doubtful debts (including bad debts written off)	3,612	657	(75)	5,348	(104)	8,187
15	Provisions for diminution in value of investments <sup>4</sup>	208	2,502	2,998	2,698	3,289	842
16	<b>Operating Profit/(loss): (6-12)</b>	<b>56,004</b>	<b>12,289</b>	<b>(59,376)</b>	<b>58,717</b>	<b>(54,225)</b>	<b>(1,43,790)</b>
17	<b>Appropriations</b>						
	(a) Transfer to Profit and Loss A/c	56,004	12,289	(59,376)	58,717	(54,225)	(1,43,790)
	(b) Transfer to reserves	-	-	-	-	-	-
<b>NON-OPERATING RESULTS</b>							
18	Income in shareholders' account (a+b+c):	1,31,135	71,222	(12,529)	2,43,016	1,03,307	76,815
	(a) Transfer from Policyholders' Fund	56,004	12,289	(59,376)	58,717	(54,225)	(1,43,790)
	(b) Income from investments	75,348	58,412	49,242	1,83,504	1,59,220	2,16,367
	(c) Other income	(217)	521	(2,395)	795	(1,688)	4,238
19	Expenses other than those related to insurance business <sup>3</sup>	69,380	8,529	236	85,895	668	4,102
20	Provisions for doubtful debts (including bad debts written off) investment provisions <sup>4</sup>	1,797	327	(42)	2,661	(58)	4,545
21	Provisions for diminution in value of Investments <sup>4</sup>	103	1,245	1,664	1,342	1,826	467
22	<b>Total Expense(19+20+21)</b>	<b>71,280</b>	<b>10,101</b>	<b>1,858</b>	<b>89,898</b>	<b>2,436</b>	<b>9,114</b>



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Unaudited)	(Reviewed)	(Unaudited)	(Audited)
23	Profit / (Loss) before extraordinary items (18-22)	59,855	61,121	(14,387)	1,53,118	1,00,871	67,701
24	Extraordinary Items	-	-	-	-	-	-
25	Profit/ (loss) before tax (23-24)	59,855	61,121	(14,387)	1,53,118	1,00,871	67,701
26	Provision for tax	10,367	7,477	(3,107)	20,879	13,563	7,223
27	<b>Profit / (loss) after tax</b>	<b>49,488</b>	<b>53,644</b>	<b>(11,280)</b>	<b>1,32,239</b>	<b>87,308</b>	<b>60,478</b>
28	Profit attributable to Minority Interest	(332)	(112)	27	(754)	(435)	(517)
29	Share of Profit/(Loss) in Associate Enterprises	(420)	2,153	158	894	174	510
30	<b>Dividend per share (Rs.)</b>						
	(a) Interim Dividend	-	-	-	-	-	-
	(b) Final dividend	-	-	-	-	-	-
31	Profit / (Loss) carried to Balance Sheet	48,736	55,685	(11,095)	1,32,379	87,047	60,471
32	Paid up equity capital	82,400	82,400	82,400	82,400	82,400	82,400
33	Reserve & Surplus Excluding Revaluation Reserve	16,97,121	16,42,246	16,00,307	16,97,121	16,00,045	15,69,700
34	Fair Value Change Account and Revaluation Reserve	18,25,506	19,21,196	22,64,979	18,25,506	22,64,979	22,34,871
35	<b>Total Assets:</b>						
	(a) Investments:						
	- Shareholders' Fund	20,75,021	20,27,543	21,36,283	20,75,021	21,36,283	20,95,880
	- Policyholders' Fund	39,09,124	38,91,700	37,38,027	39,09,124	37,38,027	38,84,175
	(b) Other Assets Net of current liabilities and provisions	(23,79,118)	(22,73,401)	(19,26,885)	(23,79,118)	(19,26,885)	20,89,601
36	<b>Analytical Ratios :</b>						
	(i) Solvency Ratio	2.10	2.08	2.25	2.10	2.25	2.13
	(ii) Expenses of Management Ratio <sup>5</sup>	23.68	19.02	21.78	21.22	21.57	23.94
	(iii) Incurred Claim Ratio	88.97	92.66	101.31	91.25	95.78	95.08
	(iv) Net retention ratio	84.24	72.16	78.38	78.61	79.34	78.81
	(v) Combined ratio:	115.88	116.87	127.08	116.12	120.81	123.38
	(vi) Adjusted Combined Ratio <sup>6</sup>	91.01	97.82	111.05	96.41	103.29	106.32
	(vii) Return on Equity <sup>7</sup>	11.21	13.15	(0.88)	10.38	7.14	3.76
	(viii) Earning per share (₹) <sup>8</sup>						
	(a) Basic and diluted EPS before extraordinary items (net of tax expense) for the period	2.96	3.38	(0.67)	8.03	5.28	3.67
	(b) Basic and diluted EPS after extraordinary items (net of tax expense) for the period	2.96	3.38	(0.67)	8.03	5.28	3.67
	(ix) <b>NPA ratios:</b>						
	<b>a) Gross and Net NPAs</b>						
	Gross NPAs	69,665	29,192	9,073	69,665	9,073	21,788
	Net NPAs	46,503	11,072	-	46,503	-	5,686
	<b>b) % of Gross &amp; Net NPAs</b>						
	% of Gross NPA	1.62	0.70	0.24	1.62	0.24	0.55
	% of Net NPA	1.09	0.27	-	1.09	-	0.15
	(x) <b>Yield on Investments</b>						
	(a) Without unrealized gains	5.20	4.10	3.44	12.90	11.58	15.50
	(b) With unrealized gains	3.60	2.75	2.15	8.65	7.14	9.64



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Unaudited)	(Reviewed)	(Unaudited)	(Audited)
(xi)	Public shareholding						
	a) No. of shares (in Lakhs)	2,400	2,400	2,400	2,400	2,400	2,400
	b) Percentage of shareholding	14.56	14.56	14.56	14.56	14.56	14.56
	c) % of Government holding (In case of Public Sector Insurance Companies)	85.44	85.44	85.44	85.44	85.44	85.44

Foot Note:

- 1 Net of Reinsurance (Including Excess of Loss Reinsurance)
- 2 Net of amortisation and losses (including capital gains)
- 3 Rs 846.46 Crores provision made during the nine months period ended towards estimated expenses under OMOP to employees as per notification dated 23/04/2019.
- 4 During the quarter a provision of Rs. 50.97 crores has been made towards Investment in Debentures.
- 5 Expense of Management ratio = (Expense of Management + Direct Commission) / Gross Direct Premium \* 100.
- 6 Adjusted combined ratio is calculated as combined ratio less the ratio of Policyholder's share of Investment income to net written Premium.
- 7 Return on Equity = Profit or Loss after Tax/ Average Net Worth \*100, for the quarter figures are annualized.
- 8 Earning per share for the quarterly figures are not annualized.
- 9 Other Notes forming part of Annexure-I, II attached.
- 10 Figures of previous period have been regrouped / re-arranged to conform to current period presentation





**The New India Assurance Company Limited**  
Registration No.190 Renewed from : 01/04/2019

**Annexure-II**

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

**Statement of Consolidated Unaudited Results for the Quarter and Nine Months ended 31/12/2019**

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Unaudited)	(Reviewed)	(Unaudited)	(Audited)
1	<b>Segment Income:</b>						
	<b>(A) Fire</b>						
	Net Premium	64,578	58,486	46,341	2,02,971	1,49,863	2,13,434
	Income from Investments <sup>1</sup>	20,314	15,712	11,268	49,647	37,258	50,132
	Other Income	-	-	-	-	-	-
	<b>(B) Marine</b>						
	Net Premium	11,505	11,681	10,745	36,075	32,186	45,383
	Income from Investments <sup>1</sup>	2,911	2,251	1,813	7,115	5,993	8,172
	Other Income	-	-	-	-	-	-
	<b>(C) Motor</b>						
	Net Premium	2,60,575	2,47,868	2,48,570	7,36,288	7,11,078	9,80,717
	Income from Investments <sup>1</sup>	92,506	71,575	54,624	2,26,079	1,80,612	2,41,242
	Other Income	-	-	-	-	-	-
	<b>(D) Health (including Personal Accident) <sup>2</sup></b>						
	Net Premium	2,15,016	2,09,018	1,81,126	6,89,657	5,79,197	7,80,585
	Income from Investments <sup>1</sup>	18,851	14,617	10,602	46,071	35,054	46,856
	Other Income	-	-	-	-	-	-
	<b>(E) Liability</b>						
	Net Premium	9,043	11,753	9,656	33,687	33,119	43,546
	Income from Investments <sup>1</sup>	2,771	2,129	1,617	6,772	5,346	7,157
	Other Income	-	-	-	-	-	-
	<b>(F) Aviation</b>						
	Net Premium	6,145	4,326	2,677	14,497	7,938	11,417
	Income from Investments <sup>1</sup>	881	684	513	2,154	1,695	2,262
	Other Income	-	-	-	-	-	-
	<b>(G) Engineering</b>						
	Net Premium	9,624	8,803	8,421	26,306	25,179	38,477
	Income from Investments <sup>1</sup>	3,338	2,585	1,928	8,159	6,374	8,525
	Other Income	-	-	-	-	-	-
	<b>(H) Crop</b>						
	Net Premium	1,475	25,962	11,332	27,663	19,829	25,022
	Income from Investments <sup>1</sup>	1,914	1,485	1,152	4,677	3,810	5,084
	Other Income	-	-	-	-	-	-
	<b>(I) Other Miscellaneous</b>						
	Net Premium	15,594	21,667	16,314	63,179	60,410	85,957
	Income from Investments <sup>1</sup>	4,125	3,198	2,266	10,080	7,492	10,025
	Other Income	-	-	-	-	-	-
	<b>(J) Unallocated</b>						
		-	-	-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Unaudited)	(Reviewed)	(Unaudited)	(Audited)
2	<b>Premium Deficiency</b>						
	(A) Fire	-	-	-	-	-	-
	(B) Marine	-	-	-	-	-	-
	(C) Motor	-	-	-	-	-	-
	(D) Health (including Personal Accident) <sup>2</sup>	-	-	-	-	-	-
	(E) Liability	-	-	-	-	-	-
	(F) Aviation	-	-	-	-	-	-
	(G) Engineering	-	-	-	-	-	-
	(H) Crop	-	-	-	-	-	-
	(I) Other Miscellaneous	-	-	-	-	-	-
	(J) Unallocated	-	-	-	-	-	-
3	<b>Segment Underwriting profit/ (Loss):</b>						
	(A) Fire	(5,945)	(12,337)	(33,505)	(28,220)	(82,752)	(1,07,462)
	(B) Marine	3,065	1,940	2,956	2,966	1,765	(6,688)
	(C) Motor	(35,361)	(26,948)	(58,965)	(94,248)	(94,914)	(1,51,988)
	(D) Health (including Personal Accident) <sup>2</sup>	(43,825)	(45,294)	(32,093)	(1,45,894)	(1,30,558)	(2,20,241)
	(E) Liability	3,252	2,173	3,920	5,299	7,779	7,823
	(F) Aviation	(2,995)	2,105	(2,300)	(2,082)	(6,520)	(9,920)
	(G) Engineering	(1,845)	(9,303)	(9,370)	(11,579)	(12,544)	(3,947)
	(H) Crop	(6,113)	(7,741)	(16,066)	(14,440)	(21,417)	(20,939)
	(I) Other Miscellaneous	(1,536)	(6,845)	269	(13,838)	1,302	(10,221)
	(J) Unallocated	-	-	-	-	-	-
4	<b>Segment Operating profit/(Loss):</b>						
	(A) Fire	14,369	3,375	(22,237)	21,427	(45,494)	(57,330)
	(B) Marine	5,976	4,190	4,769	10,081	7,759	1,483
	(C) Motor	57,145	44,627	(4,340)	1,31,831	85,698	89,254
	(D) Health (including Personal Accident) <sup>2</sup>	(24,974)	(30,677)	(21,491)	(99,823)	(95,504)	(1,73,384)
	(E) Liability	6,023	4,302	5,537	12,071	13,125	14,980
	(F) Aviation	(2,114)	2,789	(1,787)	72	(4,825)	(7,658)
	(G) Engineering	1,493	(6,717)	(7,443)	(3,420)	(6,170)	4,578
	(H) Crop	(4,199)	(6,255)	(14,913)	(9,764)	(17,608)	(15,856)
	(I) Other Miscellaneous	2,589	(3,648)	2,535	(3,758)	8,794	(198)
	(J) Unallocated	-	-	-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Nine months ended	Nine months ended	Year ended
		(31/12/2019)	(30/09/2019)	(31/12/2018)	(31/12/2019)	(31/12/2018)	(31/03/2019)
		(Reviewed)	(Reviewed)	(Unaudited)	(Reviewed)	(Unaudited)	(Audited)
5	Segment Technical Liabilities:						
	(A) Fire	4,96,641	4,85,925	4,18,743	4,96,641	4,18,743	4,69,951
	(B) Marine	66,538	68,125	63,196	66,538	63,196	67,810
	(C) Motor	23,00,339	22,34,717	20,96,715	23,00,339	20,96,715	21,23,205
	(D) Health (including Personal Accident) <sup>2</sup>	5,06,812	5,19,438	4,25,380	5,06,812	4,25,380	4,29,996
	(E) Liability	71,025	70,908	61,259	71,025	61,259	64,092
	(F) Aviation	19,897	17,285	18,657	19,897	18,657	20,148
	(G) Engineering	90,135	90,139	81,383	90,135	81,383	76,647
	(H) Crop	45,046	48,986	61,710	45,046	61,710	43,750
	(I) Other Miscellaneous	1,06,488	1,10,079	82,256	1,06,488	82,256	96,345
	(J) Unallocated	-	-	-	-	-	-

Footnotes:

- Income from Investment is net of provisions for diminution in value of investments.
- Figures relating to health segment includes Health Retail, Health Group and Health Government Schemes presented on aggregate basis. Segment results relating to Misc. Segment in terms of (a) Retail (b) Group/Corporate are also on aggregate basis.



Annexure III

**Notes forming part of Unaudited Consolidated Financial Results for the period ended December 31, 2019**

1. The above unaudited consolidated financial results were reviewed by the Audit Committee and approved by the Parent Company's Board of Directors at its meeting held on February 7, 2020 and have been subjected to the limited review by the joint central statutory auditors of the parent company. The corresponding figures for the corresponding quarter and nine months ended December 31, 2018 have not been subject to review by the joint central statutory auditors.
2. The accounts of all the subsidiary companies and one of the associate, which are considered in the consolidated financial results, are prepared on calendar year basis in accordance with the local legal requirements. The accounts incorporated of these subsidiaries and associate in these consolidated financial results are for the period January 1, 2019 to September 30, 2019. There are no material changes during the quarter October 1, 2019 to December 31, 2019 requiring adjustments to the figures reported in the unaudited accounts as received.
3. These consolidated financial results have been prepared in accordance with Accounting Standards 25 (AS) on 'Interim Financial Reporting' as specified under section 133 of the Companies Act 2013 and comply in all material respects with the same accounting policies and principles as followed by the Parent company for the year ended March 31, 2019.
4. The disclosure requirements under the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and other relevant circulars issued by IRDAI and the provisions of Accounting Standards specified under the Companies Act, 2013 read with Companies (Accounting Standards) Amendment Rules, 2016 and the relevant provisions of the Companies Act, 2013 are complied with at the time of presentation of annual consolidated financial statements and as such these are not included in the accompanying unaudited consolidated financial results.
5. Provision towards Parent company's contribution to Pension fund, Gratuity fund, Leave Encashment, leave travel subsidy, Outstanding expenses have been made on estimated basis. Provision for cash incentive, profit incentive to the development staff, productivity linked incentive and profit commission to agents in case of foreign agency offices of parent company are made at the year end.
6. Provision towards Claims Incurred but Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as on December 31, 2019 have been determined by Appointed Actuary of parent company, which is in accordance with accepted actuarial practice and IRDA regulations in this regard.
7. a) The balance appearing in the amount due to/ due from persons or bodies carrying on reinsurance business of parent Company are subject to confirmation/ reconciliation and consequential adjustments if any. Further the Parent company is in the process of compiling the gross debit and gross credit balance against each of such parties along with the age wise analysis. These balances include old cases including migration difference for which the Parent company is in the process of identifying the supporting records and accordingly necessary action will be



taken. As against net Reinsurance recoverable balance of ₹ 3,07,008.80 lakhs, the Parent Company has maintained a provision of ₹ 12,414.56 lakhs up to December 31, 2019 towards doubtful debts. Further Impact of the above, if any on the unaudited consolidated financial results are unascertainable.

b) In case of Co-insurance balances of parent company, the reconciliation and settlement process to clear the balances is in progress.

c) The reconciliation of various accounts of Parent company relating to inter-office accounts of domestic and foreign operations amounting to ₹ 29,101.60 lakhs (Net Debit), Control Accounts, Reinsurance recovery control account, old balances, sundries and suspense, few Bank Accounts, loans and advances pertaining to employees, other assets and other liabilities etc. is under progress. The impact of the above, if any, on the unaudited consolidated financial results are unascertainable.

d) In case of Pradhan Mantri Fasal Bima Yojna (PMFBY), Enrolment data and premium data as per Banks is being reconciled with data as per the Central/State Government portal by the parent company. In respect of claims, full yield data is not available for the crop year 2019-20 and therefore precise amount of claims liability in terms of actual yield and claims admissible is yet to be done. Provision for outstanding claims has been made based on parent company's management estimates of ultimate loss and is included under IBNR/IBNER assessed by the appointed actuary of parent company. Necessary adjustments relating to the above are to be carried out in due course.

e) In view of above mentioned various accounts being reconciled and balances under confirmation by the parent company, the effect of such pending reconciliation on compliance of various provisions relating to TDS, service tax and GST and interest thereon has been ensured to the extent of available information and necessary adjustments /payments of any liability arising out of such reconciliation is to be done in due course.

8. During the current quarter reconciliation of Goods and Service Tax (GST) Liability with Input Tax Credit and payment of GST has been carried out by the Parent Company and necessary rectification has been carried out in case of majority of the states. The Parent Company is in the process of reconciling the remaining un-reconciled amounts.

9. a) With the amendment in the payment of Gratuity Act, 2018, the limit of payment of gratuity is enhanced from ₹ 10 lakhs to ₹ 20 lakhs with effect from March 28, 2018, resulting in to additional liability. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire additional liability of ₹ 33753.00Lakhs for gratuity was required to be charged to the Consolidated Profit and Loss Account for financial year 2017-18. However, vide circular communications ref IRDA/F&A/GNA/LR/002/2018-19/23 dated 01/05/2018, IRDAI had permitted the amortization of expenditure relating to additional liability towards gratuity over a period of five years commencing from FY 2017-18. However, vide communication Ref: IRDA/F&A/GNA/LR/003/2018-19/48 dated 10/07/2018 the same was revised to 4 years. Accordingly, the balance un-amortized liability of ₹ 18,001.60 lakhs as on April 1, 2019 would be amortized in remaining two years. During the current



quarter and for the nine months ended an amount of ₹ 2,250.20 lakhs and ₹ 6,750.60 lakhs respectively is charged to the consolidated revenue and the balance amount remaining to be amortized in remaining period is ₹ 11,251.00 lakhs.

b) The Pension Scheme 1995 has been extended to PSU officers and staff members who joined until 31.03.2010, by virtue of the Gazette Notification no. 233(E), 234(E) and 235(E) dated 23.01.2016, The incremental liability towards pension arising out of the above extension has been arrived at ₹ 1,727.00 lakhs based on actuarial valuation. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire amount of ₹ 1,727.00 lakhs for pension was required to be charged to the Consolidated Profit and Loss Account for financial year 2015-16. However, IRDA vide Circular ref IRDA/F&A/CIR/ACTS/077/04/2016 dated 18.04.2016 had permitted the amortization of expenditure relating to the additional liability over a period of five years commencing from FY 2015-16. During the current quarter and for the nine months ended an amount of ₹ 86.35 lakhs and ₹ 259.05 lakhs respectively is charged to the consolidated revenue and balance amount remaining to be amortized in remaining period is ₹ 86.35 lakhs for pension.

c) The Government of India by Gazette Notification no. S.O. 1627 (E) dated April 23, 2019 notified amendment under the General Insurance (Employees) Pension Scheme 1995, allowing one more pension option to the employees who have joined the Parent Company before June 28, 1995. As per the notification dated April 23, 2019, the eligible optees (existing /retired) of the Parent company were required to exercise their option for pension within 90 days / 120 days from the date of notification and remit Parent Company's contribution of Provident Fund with accumulated interest and additional amount as prescribed within 90 days / 60 days from the cut-off date. The Parent Company had given option to all the eligible current and retired employees to whom the scheme has given an option for the pension scheme.

Subject to verification of the applications received, matching of contributions received from the applicants and actuarial valuation of liability the management had charged amount of ₹16,200.00 Lakhs to Profit and Loss account for the six month ended September 30, 2019 assuming amortization of total estimated liability of ₹1,60,000.00 lakhs over a period of 5 years which was subject to IRDAI approval.

During the current quarter the Parent Company has verified all the applications received and matching of contributions received from the applicants has been reconciled. Based on application and contributions received, the management of the parent company has computed an amount of ₹ 68,446.75 lakhs pension liability towards 1,608 retired employees, and an amount of ₹ 96,779.00 lakhs pension liability towards 3,229 regular employees. The management of the parent company has decided to charge entire liability on account of retired employees amounting to ₹ 61,924.65 Lakhs during the current quarter (₹ 68,446.75 lakhs for the nine months ended December 31,2019) to Profit and Loss account. The management of the parent company has charged ₹ 6,522.10 Lakhs during the current quarter (₹ 16,200.00 lakhs for the nine months ended December 31,2019) for regular employees to Profit and Loss Account. The management of the parent company had applied to IRDAI for amortization of additional pension liability over a period of 5 years. Pending approval from IRDAI the balance liability on account of regular employees amounting to ₹ 80,579.00 Lakhs has not been charged to Profit and Loss account.

10. The Government of Rajasthan has withheld / deducted an amount of ₹ 12,009.19 Lakh under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related



matters. Since the Parent Company has paid the claim under the said scheme, it is in process of getting the same refunded by the Government of Rajasthan and no provision is required against the same.

11. a) The Parent Company has investments of ₹ 1,784.15 lakhs in equities of IL & FS related entities as on December 31, 2019, which is marked to market as on December 31, 2019 and changes in market value of equity over cost amounting to ₹ 1,771.59 lakhs is taken to Fair Value Change Account.

b) The Parent Company has made provision of ₹ Nil and ₹ 3,308.99 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively against cost of investment amounting to ₹ 3,308.99 lakhs in equity of Reliance Communications Limited as a result of net worth erosion of the underlying investment which is in line with the Parent Company's accounting policy.

c) The Parent Company has made provisions in respect of following debentures securities as per IRDAI norms or as considered appropriate by the management, whichever is higher:

i. Secured Non-Convertible Debenture of ₹ 12,825.37 lakhs of IL & FS related entities as on December 31, 2019, the Parent Company has made additional provision of ₹ Nil and ₹ 1,350.00 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively. Hence total provision against the debentures holding in IL & FS related entities stands at ₹ 8,489.15 lakhs as on December 31, 2019.

ii. Debenture of ₹ 7,484.18 lakhs of Dewan Housing Finance Corporation Limited as on December 31, 2019, the Parent Company has made provision of ₹ 2,058.15 lakhs and ₹ 2,806.57 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively.

iii. Debenture of ₹ 11,497.14 lakhs of Reliance Home Finance Limited as on December 31, 2019, the Parent Company has made provision of ₹ 862.29 lakhs during the current quarter.

iv. Debenture of ₹ 29,031.28 lakhs of Reliance Capital Ltd as on December 31, 2019, the Parent Company has made provision of ₹ 2,177.35 lakhs during the current quarter.

12. The Government of Karnataka has levied penalty of ₹ 649.00 lakhs in respect of implementation of RSBY Scheme for which communication was received on April 15, 2019 and in turn the Parent Company has replied to Government of Karnataka vide their letter dated May 30, 2019, wherein the Parent Company has disputed the penalty since it was based on incorrect facts and figures. The Parent Company has sought for clarification from the Government of Karnataka on the parameters of penalty, reply from which is still pending to be received from them. The Parent Company is hopeful that the penalty will be dropped, hence no provision has been made against this penalty during the current quarter and nine months ended December 31, 2019.

13. The Parent company is in the process of strengthening internal controls and Internal Audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other



Government sponsored Health schemes to ensure the compliance of laid down operational guidelines.

14. The Taxation Laws (Amendment) Ordinance, 2019 was promulgated on 20th September 2019. The Ordinance amends the Income Tax Act, 1961 and the Finance Act (No. 2) Act, 2019. The Ordinance provides domestic companies with an option to opt for lower tax rate, provided they do not claim certain deductions. The Parent Company is in process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for tax provision and deferred tax in these unaudited consolidated financial results.
15. The accounts of Branches of Parent Company in Fiji and Thailand are prepared on calendar year basis as per the requirement of local laws. The accounts incorporated of these branches in this unaudited consolidated financial results are for the period January 01, 2019 to September 30, 2019. There are no material changes for the period October 1, 2019 to December 31, 2019.
16. The Parent Company had proposed in its Board Meeting dated May 13, 2019 final dividend of ₹ 24,720.00 lakhs for the financial year 2018-19, which was approved by the shareholders at the Annual General Meeting held on August 30, 2019. The Parent Company has paid final dividend of ₹ 24,719.02 lakhs and the corresponding Dividend Distribution Tax of ₹ 5,081.27 lakhs. An amount of ₹ 0.98 lakhs is lying as unclaimed dividend as on December 31, 2019.
17. The IPO expenses incurred by the Parent Company during financial year 2017-18 amounting to ₹ 538.75 lakhs which were shown as recoverable from Central Government has been adjusted against Share Premium Reserve as this amount was no more recoverable from Central Government.
18. Figures of previous year/ quarter have been re-grouped/ re-arranged to conform to current year/ current quarter presentation.



For The New India Assurance Co. Limited

Chairman-Cum- Managing Director  
DIN: 07542308

Place: Mumbai

Date: February 7, 2020





**Schedule-16**

**Notes forming part of Unaudited Condensed Consolidated Financial statement for the period ended December 31, 2019**

1. The above condensed consolidated financial statements were reviewed by the Audit Committee and approved by the Holding Company's Board of Directors at its meeting held on February 7, 2020 and have been subjected to the limited review by the joint central statutory auditors of the holding Company. The corresponding figures for the corresponding nine months ended December 31, 2018 have not been subject to review by the joint central statutory auditors.
2. The accounts of all the subsidiary companies and one of the associate, which are considered in the condensed consolidated financial statement, are prepared on calendar year basis in accordance with the local legal requirements. The accounts incorporated of these subsidiaries and associate in these condensed consolidated financial statements are for the period January 1, 2019 to September 30, 2019. There are no material changes during the period October 1, 2019 to December 31, 2019 requiring adjustments to the figures reported in the unaudited accounts as received.
3. These condensed consolidated financial statements have been prepared in accordance with Accounting Standards 25 (AS) on 'Interim Financial Reporting' as specified under section 133 of the Companies Act 2013 and comply in all material respects with the same accounting policies and principles as followed by the Holding Company for the year ended March 31, 2019.
4. The disclosure requirements under the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and other relevant circulars issued by IRDAI and the provisions of Accounting Standards specified under the Companies Act, 2013 read with Companies (Accounting Standards) Amendment Rules, 2016 and the relevant provisions of the Companies Act, 2013 are complied with at the time of presentation of annual consolidated financial statements and as such these are not included in the accompanying condensed consolidated financial statements.
5. Provision towards holding Company's contribution to Pension fund, Gratuity fund, Leave Encashment leave travel subsidy, Outstanding expenses have been made on estimated basis. Provision for cash incentive, profit incentive to the development staff, productivity linked incentive and profit commission to agents in case of foreign agency offices of Holding Company are made at the year end.
6. Provision towards Claims Incurred but Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as on December 31, 2019 have been determined by Appointed Actuary of Holding Company, which is in accordance with accepted actuarial practice and IRDA regulations in this regard.
7. a) The balance appearing in the amount due to/ due from persons or bodies carrying on reinsurance business of Holding Company are subject to confirmation/ reconciliation and consequential adjustments if any. Further the Holding Company is in the process of compiling the gross debit and gross credit balance against each of such parties along with the age wise analysis.



These balances include old cases including migration difference for which the Holding Company is in the process of identifying the supporting records and accordingly necessary action will be taken. As against net Reinsurance recoverable balance of ₹ 3,07,008.80 lakhs, the Holding Company has maintained a provision of ₹ 12,414.56 lakhs up to December 31, 2019 towards doubtful debts. Further impact of the above, if any on the consolidated financial statements are unascertainable.

- b) In case of Co-insurance balances of holding Company, the reconciliation and settlement process to clear the balances is in progress.
- c) The reconciliation of various accounts of Holding Company relating to inter-office accounts of domestic and foreign operations amounting to ₹ 29,101.60 lakhs (Net Debit), Control Accounts, Reinsurance recovery control account, old balances, sundries and suspense, few Bank Accounts, loans and advances pertaining to employees, other assets and other liabilities etc. is under progress. The impact of the above, if any, on the condensed consolidated financial statements are unascertainable.
- d) In case of Pradhan Mantri Fasal Bima Yojna (PMFBY), Enrolment data and premium data as per Banks is being reconciled with data as per the Central/State Government portal by the holding Company. In respect of claims, full yield data is not available for the crop year 2019-20 and therefore precise amount of claims liability in terms of actual yield and claims admissible is yet to be done. Provision for outstanding claims has been made based on Holding Company's management estimates of ultimate loss and is included under IBNR/IBNER assessed by the appointed actuary of Holding Company. Necessary adjustments relating to the above are to be carried out in due course.
- e) In view of above mentioned various accounts being reconciled and balances under confirmation by the Holding Company, the effect of such pending reconciliation on compliance of various provisions relating to TDS, service tax and GST and interest thereon has been ensured to the extent of available information and necessary adjustments/payments of any liability arising out of such reconciliation is to be done in due course.
8. During the current quarter reconciliation of Goods and Service Tax (GST) Liability with Input Tax Credit and payment of GST has been carried out by the Holding Company and necessary rectification has been carried out in case of majority of the states. The Holding Company is in the process of reconciling the remaining un-reconciled amounts.
9. a) With the amendment in the payment of Gratuity Act, 2018, the limit of payment of gratuity is enhanced from ₹ 10 lakhs to ₹ 20 lakhs with effect from March 28, 2018, resulting in to additional liability. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire additional liability of ₹ 33,753.00 lakhs for gratuity was required to be charged to the Consolidated Profit and Loss Account for financial year 2017-18. However, vide circular communications ref IRDA/F&A/GNA/LR/002/2018-19/23 dated 01/05/2018, IRDAI had permitted the amortization of expenditure relating to additional liability towards gratuity over a period of five years commencing from FY 2017-18. However, vide communication Ref: IRDA/F&A/GNA/LR/003/2018-19/48 dated 10/07/2018 the same was revised to 4 years. Accordingly, the balance un-amortized liability of



₹18,001.60 lakhs as on April 1, 2019 would be amortized in remaining two years. During the current quarter and for the nine months ended an amount of ₹ 2,250.20 lakhs and ₹ 6,750.60 lakhs respectively is charged to the consolidated revenue and the balance amount remaining to be amortized in remaining period is ₹ 11,251.00 lakhs.

b) The Pension Scheme 1995 has been extended to PSU officers and staff members who joined until 31.03.2010, by virtue of the Gazette Notification no. 233(E), 234(E) and 235(E) dated 23.01.2016, The incremental liability towards pension arising out of the above extension has been arrived at ₹1,727.00 lakhs based on actuarial valuation. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire amount of ₹ 1,727.00 lakhs for pension was required to be charged to the Consolidated Profit and Loss Account for financial year 2015-16. However, IRDA vide Circular ref IRDA/F&A/CIR/ACTS/077/04/2016 dated 18.04.2016 had permitted the amortization of expenditure relating to the additional liability over a period of five years commencing from FY 2015-16. During the current quarter and for the nine months ended an amount of ₹ 86.35 lakhs and ₹ 259.05 lakhs respectively is charged to the consolidated revenue and balance amount remaining to be amortized in remaining period is ₹ 86.35 lakhs for pension.

c) The Government of India by Gazette Notification no. S.O. 1627 (E) dated April 23, 2019 notified amendment under the General Insurance (Employees) Pension Scheme 1995, allowing one more pension option to the employees who have joined the holding Company before June 28, 1995. As per the notification dated April 23, 2019, the eligible optees (existing /retired) of the holding Company were required to exercise their option for pension within 90 days / 120 days from the date of notification and remit Holding Company's contribution of Provident Fund with accumulated interest and additional amount as prescribed within 90 days / 60 days from the cut-off date. The Holding Company had given option to all the eligible current and retired employees to whom the scheme has given an option for the pension scheme.

Subject to verification of the applications received, matching of contributions received from the applicants and actuarial valuation of liability, the management had charged amount of ₹16,200.00 Lakhs to Profit and Loss account for the six month ended September 30, 2019 assuming amortization of total estimated liability of ₹ 1,60,000.00 lakhs over a period of 5 years which was subject to IRDAI approval.

During the current quarter the Holding Company has verified all the applications received and matching of contributions received from the applicants has been reconciled. Based on application and contributions received, the management of the Holding Company has computed an amount of ₹ 68,446.75 lakhs pension liability towards 1,608 retired employees, and an amount of ₹ 96,779.00 lakhs pension liability towards 3,229 regular employees. The management of the Holding Company has decided to charge entire liability on account of retired employees amounting to ₹ 61,924.65 Lakhs during the current quarter (₹ 68,446.75 lakhs for the nine months ended December 31,2019) to Profit and Loss account. The management of the Holding Company has charged ₹ 6,522.10 Lakhs during the current quarter (₹ 16,200.00 lakhs for the nine months ended December 31,2019) for regular employees to Profit and Loss Account. The management of the Holding Company had applied to IRDAI for amortization of additional pension liability over a period of 5 years. Pending approval from IRDAI the balance liability on account of regular employees amounting to ₹ 80,579.00 Lakhs has not been charged to Profit and Loss account.



10. The Government of Rajasthan has withheld / deducted an amount of ₹ 12,009.19 Lakh under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters. Since the Holding Company has paid the claim under the said scheme, it is in process of getting the same refunded by the Government of Rajasthan and no provision is required against the same.
11. a) The Holding Company has investments of ₹ 1,784.15 lakhs in equities of IL & FS related entities as on December 31, 2019, which is marked to market as on December 31, 2019 and changes in market value of equity over cost amounting to ₹ 1,771.59 lakhs is taken to Fair Value Change Account.
- b) The Holding Company has made provision of ₹ Nil and ₹ 3,308.99 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively against cost of investment amounting to ₹ 3,308.99 lakhs in equity of Reliance Communications Limited as a result of net worth erosion of the underlying investment which is in line with the Holding Company's accounting policy.
- c) The Holding Company has made provisions in respect of following debentures securities as per IRDAI norms or as considered appropriate by the management, whichever is higher:
- Secured Non-Convertible Debenture of ₹ 12,825.37 lakhs of IL & FS related entities as on December 31, 2019, the Holding Company has made additional provision of ₹ Nil and ₹ 1,350.00 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively. Hence total provision against the debentures holding in IL & FS related entities stands at ₹ 8,489.15 lakhs as on December 31, 2019.
  - Debenture of ₹ 7,484.18 lakhs of Dewan Housing Finance Corporation Limited as on December 31, 2019, the Holding Company has made provision of ₹ 2,058.15 lakhs and ₹ 2,806.57 lakhs during the current quarter and for the nine months ended December 31, 2019 respectively.
  - Debenture of ₹ 11,497.14 lakhs of Reliance Home Finance Limited as on December 31, 2019, the Holding Company has made provision of ₹ 862.29 lakhs during the current quarter.
  - Debenture of ₹ 29,031.28 lakhs of Reliance Capital Ltd as on December 31, 2019, the Holding Company has made provision of ₹ 2,177.35 lakhs during the current quarter.
12. The Government of Karnataka has levied penalty of ₹ 649.00 lakhs in respect of implementation of RSBY Scheme for which communication was received on April 15, 2019 and in turn the holding Company has replied to Government of Karnataka vide their letter dated May 30, 2019, wherein the Holding Company has disputed the penalty since it was based on incorrect facts and figures. The Holding Company has sought for clarification from the Government of Karnataka on the parameters of penalty, reply from which is still pending to be received from them. The Holding Company is hopeful that the penalty will be dropped, hence no provision has been made against this penalty during the current quarter and nine months ended December 31, 2019.



13. The Holding Company is in the process of strengthening internal controls and Internal Audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes to ensure the compliance of laid down operational guidelines.
14. The Taxation Laws (Amendment) Ordinance, 2019 was promulgated on 20th September 2019. The Ordinance amends the Income Tax Act, 1961 and the Finance Act (No. 2) Act, 2019. The Ordinance provides domestic companies with an option to opt for lower tax rate, provided they do not claim certain deductions. The Holding Company is in process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for tax provision and deferred tax in these condensed consolidated financial statements.
15. The accounts of Branches of Holding Company in Fiji and Thailand are prepared on calendar year basis as per the requirement of local laws. The accounts incorporated of these branches in this condensed consolidated financial statement are for the period January 01, 2019 to September 30, 2019. There are no material changes for the period October 1, 2019 to December 31, 2019.
16. The Holding Company had proposed in its Board Meeting dated May 13, 2019 final dividend of ₹ 24,720.00 lakhs for the financial year 2018-19, which was approved by the shareholders at the Annual General Meeting held on August 30, 2019. The Holding Company has paid final dividend of ₹ 24,719.02 lakhs and the corresponding Dividend Distribution Tax of ₹ 5,081.27 lakhs. An amount of ₹ 0.98 lakhs is lying as unclaimed dividend as on December 31, 2019.
17. The IPO expenses incurred by the Holding Company during financial year 2017-18 amounting to ₹ 538.75 lakhs which were shown as recoverable from Central Government has been adjusted against Share Premium Reserve as this amount was no more recoverable from Central Government.
18. Figures of previous year/ quarter have been re-grouped/ re-arranged to conform to current year/ current quarter presentation.



For The New India Assurance Co. Limited

Chairman-Cum- Managing Director  
DIN: 07542308

Place: Mumbai

Date: February 7, 2020



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**LIMITED REVIEW REPORT ON UNAUDITED CONSOLIDATED FINANCIAL RESULTS  
OF THE NEW INDIA ASSURANCE COMPANY LIMITED**

To,  
The Board of Directors,  
The New India Assurance Company Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of The New India Assurance Company Limited (hereinafter referred to as “the Parent Company”) and its subsidiaries (the Parent Company and its subsidiaries together referred to as “the Group”), and its associates for the quarter and nine months ended December 31, 2019 (the ‘Statement’) being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019. This statement is the responsibility of the Parent Company’s Management and approved by the Parent’s Board of Directors. Our responsibility is to issue a report on the consolidated financial results based on our review. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended December 31, 2018 and the corresponding period from April 1, 2018 to December 31, 2018 as reported in these unaudited consolidated financial results have been approved by the Parent’s Board of Directors, but have not been subjected to review by us since the requirement of submission of consolidated results has been made mandatory with effect from April 1, 2019.

2. We conducted our review in accordance with the standard on Review Engagement (SRE) 2410, “Review of Interim financial information performed by Independent Auditor of the entity”, issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the consolidated financial results are free of material misstatement. A review is limited primarily to inquiries of parent company’s personnel and analytical procedures applied to financial data and thus provides less assurance than an Audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

***Basis for Qualified Conclusion***

3.(a) Balances due to/from persons or bodies carrying on Insurance Business including reinsurers and the balances related to Co-insurance accounts are subject to confirmations and reconciliation, the ageing of these balances and records relating to old balances are being compiled by the parent company. (Refer Note 7(a) and (b));



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**Chartered Accountants**  
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**Paranjape Scheme B Road No.1,**  
**Vile Parle East,**  
**Mumbai – 4000 57**

(b) Balances of Inter office accounts, control accounts, few Bank accounts including those related to Pradhan Mantri Fasal Bima Yojna (PMFBY), loans and advances pertaining to employees and other accounts at certain offices of parent company are also pending for reconciliation/confirmation and consequential adjustments, effect of which, if any, is not ascertainable and cannot be commented upon. (Refer Note 7(c) and (d)).

(c) The impact on account of reconciliation relating to above mentioned various accounts and balances under confirmation with respect to compliance of provisions relating to TDS, service tax and GST of parent company which may arise out of such reconciliation (Refer Note 7(e)).

(d) The Government of Rajasthan has withheld / deducted an amount of ₹ 12,009.19 Lakh of the Parent Company under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters, since in the opinion of the management of the parent the same will be recovered no provision has been made, to that extent the profit for the quarter and nine months ended December 31, 2019 is higher by Rs. 12,009.19 lakhs (Refer – Note (10)).

Overall impact of the above except for para 3 (d) and the consequential effects on consolidated financial results for the quarter and nine months ended December 31, 2019 are not ascertainable and cannot be commented upon.

#### **4. Qualified Conclusion**

Based on our Review conducted as above, with the exception of the matter specified in the basis for qualified conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Accounting standard 25, "Interim Financial Statement", specified under section 133 of the companies Act 2013, read with Rule 7 of companies (Accounts) Rules, 2014 issued there under, including the relevant provisions of the Insurance Act 1938 ("the insurance act"), the Insurance Regulatory and Development Authority of India Act, 1999 ("the IRDAI Act") and IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002; orders/directions/circulars issued by the Insurance Regulatory and Development Authority of India ("IRDAI"/ "the Authority") to the extent applicable and other recognized accounting practices and policies generally Accepted in India, has not disclosed the information required to be disclosed in terms of Regulations 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular No. CIR/IMD/DFIC/69/2016 dated August 10, 2016 and read with IRDAI Circular reference: IRDAI/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017 including the manner in which it is to be disclosed, or that it contains any material misstatement.



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**Mumbai – 4000 57**

**5. Emphasis of Matter:**

Without qualifying our report in respect of the following, we draw attention to:

- i. Note 8 regarding reconciliation of Goods and Service Tax (GST) Liability with Input tax credit and payment of GST on Parent Company as a whole for all the offices of parent company is under process.
- ii. Note No.9 (a) and (b) regarding Un-amortized Gratuity and Pension Liability of parent company as per IRDAI Circular.
- iii. Note No. 9 (c) regarding the option given to all the eligible current and retired employees by the Parent Company to whom the scheme has given an option for opting for pension scheme as per notification no. S.O. 1627 (E) dated 23rd April 2019 on General Insurance (Employees) Pension Amendment Scheme, 2019. The Holding Company has made provision for this pension liability on account of regular employees assuming amortization over a period of five year which is subject to IRDAI approval. Pending approval from IRDAI the balance liability on account of regular employees amounting to ₹ 80,579.00 Lakhs has not been charged to Profit and Loss account.
- iv. Note No. 11 (a) to (c) regarding provisions made by the Parent Company in respect of various equity and debenture exposures as per accounting policy of the Parent Company and IRDAI norms or as considered appropriate by the management, whichever is higher.
- v. Note No. 12 regarding penalty levied by the Government of Karnataka in respect of implementation of RSBY scheme which has been disputed by the Parent Company, since in opinion of the management of the parent company the penalty will be dropped no provision has been made against this penalty.
- vi. Note No. 13 regarding strengthening of Internal control System and Internal Audit of parent company specially in area of data input and validation in software, Reinsurance accounts, PMFBY and other Government sponsored Health schemes requires strengthening.





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6. The Consolidated financial results includes the results of the following group entities:

Subsidiaries	1. The New India Assurance Co. (T & T) Ltd. — Port of Spain, Trinidad & Tobago.
	2. The New India Assurance Co. (S.L.) Ltd. — Free Town, Sierra Leone.
	3. Prestige Assurance Plc. — Lagos, Nigeria
Associates	1. India International Insurance Pte. Ltd., Singapore.
	2. Health Insurance TPA of India Ltd., New Delhi, India.

**7. Other Matters:**

- i. We did not Review the financial results of Nine Foreign Branches and Seven Foreign Agency offices of parent company, included in the consolidated financial results. The financial results / information of these offices have been reviewed by the other firm of auditors whose reports have been furnished to us and our opinion, in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.
- ii. We have relied on the financial results of two Foreign Run off offices and one Foreign representative office of parent company which have been furnished to us by the management of the parent company and our review report in so far as it relates to the amounts included in respect of the said foreign branches is solely based on the financial results furnished by the management of the parent company which has not been subject to review in their respective countries.
- iii. The unaudited consolidated financial results include unaudited interim financial results and other financial information in respect of three subsidiaries which has not been reviewed by their auditors, whose interim financial results excluding consolidation eliminations total revenue of Rs. 4,403.30 lakhs and Rs. 13,052.02 lakhs and total net profit after tax of Rs. 687.27 lakhs and Rs. 2,631.51 lakhs for the quarter and nine months ended September 30, 2019 respectively. The consolidated unaudited financial results also include the Group's share for the foreign associate of net loss after tax of Rs. 421.59 lakhs and net profit after tax Rs. 849.98 lakhs for the quarter and nine months ended September 30, 2019 and in case of indian associate of net profit after tax of Rs. 1.55 lakhs and Rs. 44.45 lakhs for the quarter and nine months ended December 31, 2019 which has not been reviewed by their auditors. These unaudited financial results and other unaudited financial information have been approved and furnished to us by the management of the parent company. Our conclusion, in so far as it relates to the affairs of the three subsidiaries and two associates, is based solely on such unaudited financial results and other financial information. According to the information and explanations given to us by the management of the parent company, this interim financial result is not material to the Group.



**NBS & Co.,**  
Chartered Accountants,  
14/2, Western India House,  
Sir P.M. Road, Fort,  
Mumbai 400001.

**Mukund .M. Chitale & Co.,**  
Chartered Accountants  
2<sup>nd</sup> Floor, Kapur House,  
Paranjape Scheme B Road No.1,  
Vile Parle East,  
Mumbai – 4000 57

- iv. The actuarial valuation of liability in respect of Claims Incurred But Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as at December 31, 2019, is as certified by the Parent Company's appointed actuary and our conclusion in so far as it relates to the amounts and disclosures related to such liability, is based solely on such report.

**For NBS & CO.**  
Chartered Accountants  
Firm Reg. No. 110100W



**Devdas Bhat**  
Partner  
Membership Number 048094  
UDIN : 20048094AAAAAN3170



**For Mukund. M. Chitale & Co.**  
Chartered Accountants  
Firm Reg. No. 106655W



**Abhay V. Kamat**  
Partner  
Membership Number 039585  
UDIN : 20039585AAAABD6180

Place: Mumbai  
Date: February 07, 2020.



## THE NEW INDIA ASSURANCE CO. LTD

Registered Office: New India Assurance Building, 87, M G Road, Fort, Mumbai,  
Maharashtra 400001

### THE NEW INDIA ASSURANCE COMPANY REPORTS 486 CRORES PROFIT AFTER TAX FOR THE QUARTER ENDED 31<sup>st</sup> December 2019

**Mumbai 7<sup>th</sup> February 2020:** The New India Assurance Co. Ltd., the market leader in Non-Life business in India has announced its unaudited Financial Results for the period ended 31<sup>st</sup> December 2019.

Performance Overview (stand alone) for the Quarter ended Dec 19:

- The Company reported a Profit after Tax of 483 crs vs. a loss of 113 crs in the same quarter of last year.
- The incurred claims ratio improved from 101.49% in Q3 FY 19 to 89.22% in Q3 FY 20.
- The Combined Ratio improved from 127.14% in Q3 FY 19 to 116.17% in Q3 FY 20.
- The Solvency ratio remains at a healthy 2.10x.

Performance Overview (stand alone) for the nine months ended Dec 19:

- Market share of 14.57% and continues to be the market leader
- Gross written premium 23099 crs – up by 14.1% YoY
- Profit after tax 1291 crs against 850 crs – up by 52% YoY
- Combined Ratio 116.37% vs. 121.02% YoY
- Net Worth including Fair value change 35246 crs.
- Investment Assets at Market Value Rs.68435 crs.
- Solvency Margin at 2.10x

*Commenting on the results, Chairman Cum Managing Director Mr. Atul Sahai said,*

- *“The Company has reported encouraging results for the quarter despite a challenging macro environment. While the Quarter did not witness any major Cat losses, the crop segment was adversely affected due to unseasonal rains across the country. The Company has improved the loss ratio both on YoY basis and on a sequential basis. The ICR as at the end of current quarter stood at 91.55% as against 96.07% for the same period last year. The Company has provided 846 crs for the additional liability arising out of “One more option of pension” given to the employees, out of which 684 crs pertains to full provision on account of retired employees. This incremental provision was partly offset by higher investment income due to buoyant market conditions. Provisions towards certain debenture holdings further impacted the results by around 50 crs.*
- *Foreign business continued to be profitable during the quarter.*



- *The solvency ratio at 2.10X remains higher than the IRDAI mandated control level solvency ratio of 1.5X.*
- *The company continues its focus on reducing the loss ratio and combined ratio and deliver better results going forward."*

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**About New India Assurance Company Limited:**

The New India Assurance Company Ltd is the largest Non-Life Insurance Company in India headquartered at Mumbai and operates in 28 countries.

For more information contact:

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**DISCLAIMER :**

*Certain statements that are made in the Press Release may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like significant changes in economic environment in India and overseas, tax laws, inflation, litigation, etc. Actual results might differ substantially from those expressed or implied. The New India Assurance Company Ltd will not be in any way responsible for any action taken based on such statements and discussions, and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.*