सानिमा जिआईसी इन्स्योरेन्स लि.
Sanima GIC Insurance Ltd.
टंगाल-५, काठमाण्डौ
फोन नं. ०१-४५२७१७०/७१/७२, ०१-४५२७१०१
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Unaudited Quarterly Financial Results for Third Quarter, F.Y. 2081-82 B.S

CONDENSED STATEMENT OF FINANCIAL POSITION

Fig In NPR.

Particulars	At the end of this Quarter	At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	41,194,118	41,807,915
Property and Equipment	125,903,612	142,348,682
Investment Properties	-	-
Deferred Tax Assets	143,161,247	127,830,579
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	3,463,500,858	3,337,036,401
Loans	20,027,938	14,027,586
Reinsurance Assets	3,916,283,658	2,502,826,678
Current Tax Assets	66,570,211	34,025,595
Insurance Receivables	424,447,684	315,786,647
Other Assets	672,511,252	167,892,732
Other Financial Assets	78,258,706	82,510,745
Cash and Cash Equivalent	273,589,365	407,278,197
Total Assets	**9,225,448,649**	**7,173,371,757**
Equity:		
Share Capital	2,000,000,000	2,000,000,000
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Catastrophe Reserves	43,533,136	37,694,194
Special Reserve	701,400,951	584,622,107
Retained Earnings	289,681,420	181,603,722
Other Equity	131,715,897	165,151,879
Total Equity	**3,166,331,404**	**2,969,071,902**
Liabilities:		
Provisions	73,671,003	86,962,308
Gross Insurance Contract Liabilities	4,808,517,173	3,307,353,044
Deferred Tax Liabilities	-	-
Insurance Payable	762,330,651	424,235,942
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	371,025,812	341,668,767
Other Financial Liabilities	43,572,606	44,079,794
Total Liabilities	**6,059,117,245**	**4,204,299,855**
Total Equity and Liabilities	**9,225,448,649**	**7,173,371,757**

CONDENSED STATEMENT OF PROFIT OR LOSS

Fig In NPR.

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Income:				
Gross Earned Premiums	743,995,391	1,685,610,449	668,765,162	1,532,341,833
Premiums Ceded	(531,868,367)	(1,190,314,419)	(467,865,315)	(1,038,015,494)
Net Earned Premiums	**212,127,024**	**495,296,030**	**200,899,847**	**494,326,339**
Commission Income	120,099,649	270,245,826	108,552,464	232,541,899
Other Direct Income	4,732,756	12,592,423	5,459,859	15,686,707
Income from Investments and Loans	38,639,727	135,695,550	66,614,562	198,506,828
Net Gain/(Loss) on Fair Value Changes	-		-	
Net Realised Gains/(Losses)	37,028,796	110,655,659	5,010,264	3,776,203
Other Income	575,735	1,980,984	1,369,730	2,890,428
Total Income	**413,203,687**	**1,026,466,472**	**387,906,726**	**947,728,404**
Expenses:				
Gross Claims Paid	250,501,086	642,107,542	337,984,324	657,846,519
Claims Ceded	(161,132,557)	(393,682,692)	(250,810,731)	(426,888,411)
Gross Change in Contract Liabilities	(412,662,269)	1,265,096,194	(443,817,080)	394,238,726
Change in Contract Liabities Ceded to Reinsurers	434,216,304	(1,236,085,770)	470,054,194	(374,661,626)
Net Claims Incurred	**110,922,564**	**277,435,274**	**113,410,707**	**250,535,208**
Commission Expenses	12,648,164	26,785,483	9,494,156	22,921,446
Service Fees	991,670	3,037,422	473,066	2,501,763
Other Direct expenses	5,634,150	13,994,854	5,784,264	17,327,514
Employee Benefits Expenses	83,877,337	261,343,227	81,593,559	253,239,068
Depreciation and Amortization Expenses	8,781,659	26,646,889	7,002,386	20,511,474
Impairment Losses	-		-	
Other Operating Expenses	29,708,661	81,049,012	33,882,943	93,580,933
Finance Cost	840,158	2,520,473	-	
Total Expenses	**253,404,363**	**692,812,634**	**251,641,081**	**660,617,406**
Net Profit/(Loss) Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**159,799,324**	**333,653,838**	**136,265,645**	**287,110,998**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	159,799,324	333,653,838	136,265,645	287,110,998
Income Tax Expenses	47,939,797	100,096,151	40,879,693	86,133,299
Net Profit/(Loss)	**111,859,527**	**233,557,687**	**95,385,952**	**200,977,699**
Earning Per Share				
Basic EPS		15.57		13.40
Diluted EPS		15.57		13.40

CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME

Fig In NPR.

Particulars	Current Year		Corresponding	Previous Year
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Net Profit/(Loss)	111,859,527	233,557,687	95,385,952	200,977,699
Other Comprehensive Income	(944,081)	(35,771,560)	214,004	214,004
Total Comprehensive Income	**110,915,446**	**197,786,127**	**95,599,956**	**201,191,703**

Other Details

Particulars	Current Year	Previous Year
	Upto This Quarter (YTD)	Upto This Quarter (YTD)
1. Total Issued Policy Count	113,148	116,903
2. Total Renewed Policy Count	45,167	27,106
3. Total Claims Paid Count	5,626	5,203
4. Outstanding Claims Count	5,979	5,839
5. Gross Outstanding Claims Including IBNR & IBNER	3,267,801,335	2,242,054,986
6. Net Outstanding Claims Including IBNR & IBNER	432,152,983	362,204,812
7. Margin Over Best Estimate (MOBE)	11,905,905	5,885,404
8. Unearned Premium Reserve (Amount)	1,522,709,341	1,401,877,420
9. Unexpired Risk Reserve (Amount)	-	18,888,775
10. Earthquake Premium Reserve (Amount)	6,100,592	3,241,815
11. Long Term Investments (Amount)	371,000,858	184,152,251
12. Short Term Investments (Amount)	3,092,500,001	3,023,300,000
13. Direct Premium (Amount)	1,921,372,821	1,781,875,654
14. Investment in Cost (Amount)	3,523,694,999	3,221,165,414
15. Solvency Margin Ratio*	2.62	2.62

Notes:
1. The above figures are subject to change as per the direction of regulator and statutory auditor.
2. Reserving for the Quarter end is not done from actuary and has been carried out as per the guideline issued by regulator.
3. Solvency Margin is of Last Audited Financial.
4. 7.5% Bonus Share Approved by 7th AGM is still in process at CRO and listing is pending. So, it has not been presented as capital
5. Detailed interim report can be viewed at company's website (www.sgic.com.np)

Disclosure as per Section 84(3) of Insurance Act, 2079

1. Solvency Ratio related disclosure:
Solvency Ratio of Company for FY 2080-81 end is 2.62 times.

2. Reinsurance related disclosure:
Company has done reinsurance with the Local as well as foreign reinsurer as per the directive issued by regulatory authority.

3. Details regarding legal proceeding:
Nepal Reinsurance company declined to pay claim recovery of Khilung Kalika Agro Rs. 1,80,74,855, against that the company moved to Nepal Beema Pradhikaran and On 05 Shrawan 2079, Nepal Insurance Authority has decided case in favour of company. Nepal Reinsurance Company not being satisfied with the decision of Nepal Insurance Authority filed the case in Patan High Court and the Patan High Court has returned the case to Nepal Insurance Authority for further decision making.

4. Corporate Governance:
Company is highly committed to maintain the high standards of corporate governance by complying to legal & regulatory requirements.

5. Regulatory limit on expenses ratio:
All the expesnes are within the limit.

6. Any other disclosure as deemed relevant

Information as required by Securities Registration and Issuance Regulation 2073 (Related to Sub rule (1) of rule 26)

1. Information Regarding Financial Statement

a) Quarterly Financials
Provisional unaudited third quarter report of FY 2081-82 are published with this report.

b) Major Financial Highlights:

Earning Per Share (Annualized)	Rs. 15.57
Price to Earning Ratio (PE Ratio)	37.54
Total Assets Value Per Share	Rs. 461.27
Net worth Per Share	Rs. 158.32

2. Management Analysis:
a) There has been increment 16.21% in Net Profit up to 3rd quarter for FY 2081-82 as compared to corresponding quarter of previous year.
b) Slowdown of overall economic sector has directly impacted in overall premium growth of whole sector.

3. Details Regarding Legal Action :
a) Case filed by or to company during the quarter:
There are some normal business-related legal issues which do not have significant impact in company's overall business.
b) Case by or against the promoter or director of company regarding disobedience of prevailing law commission of criminal offence:
None to our knowledge.
c) Case by or against the promoter or director of company regarding commission of financial crime:
None to our knowledge.

4. Analysis of share transaction and progress of organized institution:
a) Management's view of share transactions of organized institution of securities market:
The price of share is determined by the open market, so the management has neutral view regarding share transaction and its movement.
b) Maximum, minimum and last share price of the organized institution including total transaction and transaction days during the quarter:

Maximum Price	736
Minimum Price	569
Closing Price	584.51
No. of Traded Shares	2,052,422
No. of Transaction	17,950
Traded days	55

5. Problems and Challenges:
Internal
- Increment of Operating cost

External
- Slowdown in economy
- Decreasing market interest rate

Strategies to overcome challenges
- Maintaining appropriate portfolio mix
- Moving towards digitization
- Diversifying the investment

6. Corporate Governance:
Company is committed to maintain the high standards of corporate governance by complying to legal & regulatory requirements. Required policies and structures are in place and are reviewed regularly and monitored regularly. Audit Committee ensures the establishment of effective internal controls and provides recommendation to management regarding internal control and compliance issues.

7. Declaration by CEO:
I, CEO of the company, take responsibility for the truthfulness of the information and details disclosed in this report. I also hereby declare that to the best of my knowledge and belief, the information disclosed in this report are true, fair and complete and have not concealed any matters that can adversely affect the investment decision of the investors.