सानिमा जिआईसी इन्स्योरेन्स लि.
Sanima GIC Insurance Ltd.
टंगाल-५, काठमाण्डौ
फोन नं. ०१-४५२७१७०/७१/७२, ०१-४५२७१०१
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Quarterly Financial Results for Fourth Quarter, F.Y. 2082-83 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	41,667,011	42,437,389
Property and Equipment	98,423,083	119,957,184
Investment Properties	-	-
Deferred Tax Assets	166,427,204	148,736,987
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	3,654,503,815	3,405,531,873
Loans	19,744,864	21,035,658
Reinsurance Assets	3,395,928,178	3,272,976,065
Current Tax Assets	40,513,973	35,430,844
Insurance Receivables	476,620,574	295,219,483
Other Assets	277,378,981	400,229,324
Other Financial Assets	72,125,138	138,595,703
Cash and Cash Equivalent	557,843,962	301,126,235
Total Assets	**8,801,176,783**	**8,181,276,745**
Equity:		
Share Capital	2,257,500,000	2,150,000,000
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Catastrophe Reserves	52,443,790	45,941,796
Special Reserve	814,594,087	749,574,148
Retained Earnings	98,755,617	172,729,113
Other Equity	102,729,586	142,706,360
Total Equity	**3,326,023,080**	**3,260,951,417**
Liabilities:		
Provisions	72,349,005	95,368,025
Gross Insurance Contract Liabilities	4,361,932,093	4,104,734,468
Deferred Tax Liabilities	-	-
Insurance Payable	592,116,059	325,451,476
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	400,339,451	346,793,425
Other Financial Liabilities	48,417,095	47,977,934
Total Liabilities	**5,475,153,703**	**4,920,325,328**
Total Equity and Liabilities	**8,801,176,783**	**8,181,276,745**

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	757,261,156	2,729,584,297	845,923,401	2,531,533,850
Premiums Ceded	(458,517,468)	(1,896,512,915)	(576,952,048)	(1,767,266,467)
Net Earned Premiums	**298,743,688**	**833,071,382**	**268,971,353**	**764,267,383**
Commission Income	178,329,593	455,791,483	139,937,224	410,183,050
Other Direct Income	3,931,548	15,522,215	3,089,017	15,681,440
Income from Investments and Loans	31,021,495	110,297,408	34,458,834	170,154,384
Net Gain/(Loss) on Fair Value Changes	-		-	-
Net Realised Gains/(Losses)	13,623,906	10,108,466	(2,656,286)	107,999,373
Other Income	3,730,500	5,597,149	1,523,572	3,504,556
Total Income	**529,380,730**	**1,430,388,103**	**445,323,714**	**1,471,790,186**
Expenses:				
Gross Claims Paid	544,220,701	1,797,140,798	521,515,317	1,163,622,859
Claims Ceded	(365,438,681)	(1,275,716,062)	(391,536,227)	(785,218,919)
Gross Change in Contract Liabilities	(359,686,192)	(95,225,344)	(769,845,008)	495,251,186
Change in Contract Liabities Ceded to Reinsurers	409,521,783	230,871,959	751,425,781	(484,659,989)
Net Claims Incurred	**228,617,611**	**657,071,351**	**111,559,863**	**388,995,137**
Commission Expenses	25,643,447	69,210,311	18,080,118	44,865,601
Service Fees	1,884,606	5,546,012	2,819,392	5,856,814
Other Direct expenses	5,382,418	16,788,915	10,964,359	24,959,213
Employee Benefits Expenses	105,187,496	332,728,521	94,073,608	355,416,835
Depreciation and Amortization Expenses	7,544,467	30,959,340	8,571,044	35,217,933
Impairment Losses	-		400,226	400,226
Other Operating Expenses	41,969,519	129,283,928	48,419,122	129,468,134
Finance Cost	757,117	3,028,470	840,157	3,360,630
Total Expenses	**416,986,681**	**1,244,616,848**	**295,727,889**	**988,540,523**
Net Profit/(Loss) Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**112,394,049**	**185,771,255**	**149,595,825**	**483,249,663**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**112,394,049**	**185,771,255**	**149,595,825**	**483,249,663**
Income Tax Expenses	33,718,215	55,731,377	46,370,199	146,466,350
Net Profit/(Loss)	**78,675,834**	**130,039,878**	**103,225,626**	**336,783,313**
Earning Per Share				
Basic EPS		5.76		15.66
Diluted EPS		5.76		15.66

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)	78,675,834	130,039,878	103,225,626	336,783,313
Other Comprehensive Income	(35,437,830)	(54,834,251)	79,619	(35,691,941)
Total Comprehensive Income	**43,238,004**	**75,205,627**	**103,305,245**	**301,091,372**

Other Details

Particulars	Current Year	Previous Year
	Upto This Quarter (YTD)	Upto This Quarter (YTD)
1. Total Issued Policy Count	143,028	148,017
2. Total Renewed Policy Count	60,744	59,057
3. Total Claims Paid Count	6,754	8,354
4. Outstanding Claims Count	5,120	5,242
5. Gross Outstanding Claims Including IBNR & IBNER	2,386,305,728	2,580,235,442
6. Net Outstanding Claims Including IBNR & IBNER	540,807,496	420,090,840
7. Margin Over Best Estimate (MOBE)	12,546,955	12,498,964
8. Unearned Premium Reserve (Amount)	1,941,194,613	1,444,024,886
9. Unexpired Risk Reserve (Amount)	10,714,150	-
10. Earthquake Premium Reserve (Amount)	11,170,647	7,857,747
11. Long Term Investments (Amount)	1,042,335,688	367,271,021
12. Short Term Investments (Amount)	2,612,168,127	3,037,000,000
13. Direct Premium (Amount)	3,080,869,976	2,701,993,592
14. Investment in Cost (Amount)	3,769,320,376	3,461,381,044
15. Solvency Margin Ratio*	5.85	5.85

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. 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 2081-82 end is 5.85 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 Beema Pradhikaran has decided case in favour of company. Nepal Reinsurance Company not being satisfied with the decision of Nepal Beema Pradhikaran filed the case in Patan High Court and the Patan High Court has returned the case to Nepal Beema Pradhikaran 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 fourth quarter report of FY 2082-83 are published with this report.

b) Major Financial Highlights:

Earning Per Share (Annualized)	Rs. 5.76
Price to Earning Ratio (PE Ratio)	81.42
Total Assets Value Per Share	Rs. 389.86
Net worth Per Share	Rs. 147.33

2. Management Analysis:

a) *Despite the huge claims arising from Gen-Z movement in current year, we have been able to close the year on positive profit.*

b) *There is less demand for loans from the private sector such as manufacturing and construction industries, which have consequently impacted the growth of non-life insurance sector. Management is hopeful that there will be sustainable economic growth, as per the new economic development plan introduced by the government.*

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	523
Minimum Price	437
Closing Price	469
No. of Traded Shares	1,044,750
No. of Transaction	7,955
Traded days	64

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.