IGI PRUDENTIAL INSURANCE LIMITED

सुरक्षाको पूर्वाधार, भविष्यको आधार

च.नं. २३३१/२०८१/०८२

मिति :२०८२/०१/२८

श्री नेपाल स्टक एक्सचेञ्ज लिमिटेड
सिहंदरबार, काठमाण्डौ ।

बिषय : तेस्रो त्रैमासिकको वित्तीय बिवरण प्रकाशित गरिएको जानकारी सम्बन्धमा ।

महाशय,

उपरोक्त सम्बन्धमा यस कम्पनीको आ.ब.२०८१/०८२ को तेस्रो त्रैमासिकको अपरिष्कृत आर्थिक वित्तीय बिवरण मिति २०८२/०१/२८ गतेको कारोबार राष्ट्रिय दैनिकमा प्रकाशित गरिएको व्यहोरा जानकारी गराउदछौ । साथै सो प्रकाशित त्रैमासिक प्रतिवेदनको एक प्रति छायाँ कपि यसै साथ संलग्न गरिएको व्यहोरा अनुरोध गर्दछौ ।

भवदीय

प्रबल ढकाल
प्रमुख- बित्त

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IGI PRUDENTIAL INSURANCE LIMITED
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Quarterly Financial Results for 3rd Quarter, F.Y. 2081/82 B.S.

Unaudited	Audited

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Fig in NPR.

Particulars	As at the end of this Quarter	At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	1,655,582	802,503
Property and Equipment	924,851,254	925,510,645
Investment Properties	-	-
Deferred Tax Assets	41,698,641	48,141,744
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	5,091,268,673	5,378,160,104
Loans	-	-
Reinsurance Assets	3,208,887,763	3,305,001,662
Current Tax Assets	118,714,973	130,883,036
Insurance Receivables	707,608,439	270,200,452
Other Assets	961,743,796	989,618,392
Other Financial Assets	57,306,413	25,034,756
Cash and Cash Equivalent	142,914,923	265,084,260
Total Assets	**11,256,650,456**	**11,338,437,554**
Equity:		
Share Capital	3,029,334,640	3,029,334,640
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Special Reserves	1,812,411,171	1,679,860,284
Catastrophe Reserves	92,212,516	78,957,427
Retained Earnings	125,293,071	303,609,824
Other Equity	554,227,134	538,042,203
Total Equity	**5,613,478,530**	**5,629,804,377**
Liabilities:		
Provisions	58,275,009	66,112,949
Gross Insurance Contract Liabilities	4,647,117,567	4,554,880,007
Deferred Tax Liabilities	-	-
Insurance Payable	179,738,728	368,238,772
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	586,607,971	580,389,431
Other Financial Liabilities	171,432,651	139,012,016
Total Liabilities	**5,643,171,926**	**5,708,633,176**
Total Equity and Liabilities	**11,256,650,456**	**11,338,437,554**

CONDENSED CONSOLIDATED 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	1,094,241,663	2,534,362,733	1,006,301,554	2,284,611,177
Premiums Ceded	(665,975,681)	(1,605,211,718)	(651,248,580)	(1,417,231,927)
Net Earned Premiums	**428,265,981**	**929,151,015**	**355,052,974**	**867,379,250**
Commission Income	144,376,547	364,258,022	147,058,499	337,836,289
Other Direct Income	-	-	-	-
Income from Investments and Loans	54,502,162	209,831,596	80,628,163	276,806,206
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	2,321,159	23,949,694	219,629,309	219,629,309
Other Income	532,589	639,566	313,073	1,148,344
Total Income	**629,998,439**	**1,527,829,893**	**802,682,018**	**1,702,799,398**
Expenses:		-		
Gross Claims Paid	619,839,810	1,866,006,233	421,949,574	1,180,066,485
Claims Ceded	(281,042,184)	(1,253,828,541)	(219,078,969)	(678,842,426)
Gross Change in Contract Liabilities	(179,227,210)	(108,550,864)	(232,038,144)	(167,887,022)
Change in Contract Liabilities Ceded to Reinsurers	108,189,647	109,431,026	239,319,664	178,578,075
Net Claims Incurred	**267,760,063**	**613,057,854**	**210,152,124**	**511,915,112**
Commission Expenses	18,038,394	42,366,348	14,888,810	44,562,641
Service Fees	3,556,469	8,374,667	1,977,797	8,267,060
Other Direct expenses	-	-	-	-
Employee Benefits Expenses	112,393,533	328,104,938	124,606,905	330,193,309
Depreciation and Amortization Expenses	3,469,417	9,252,156	3,694,656	9,661,051
Impairment Losses	-	-	-	-
Other Operating Expenses	50,488,366	147,957,119	41,888,539	130,157,522
Finance Cost			-	-
Total Expenses	**455,706,243**	**1,149,113,082**	**397,208,831**	**1,034,756,696**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	174,292,196	378,716,811	405,473,187	668,042,702
Share of Net Profit of Associates accounted using Equity Method	-	-	-	
Profit Before Tax	**174,292,196**	**378,716,811**	**405,473,187**	**668,042,702**
Income Tax Expenses	52,287,659	113,615,043	121,641,956	200,412,811
Net Profit/(Loss) For The Year	**122,004,537**	**265,101,768**	**283,831,231**	**467,629,891**
Earning Per Share				
Basic EPS		11.67		20.58
Diluted EPS		11.67		20.58

CONDENSED CONSOLIDATED 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) For The Year	122,004,537	265,101,768	283,831,231	467,629,891
Other Comprehensive Income	15,033,913	15,033,913	151,465,326	151,465,326
Total Comprehensive Income	**137,038,450**	**280,135,680**	**435,296,557**	**619,095,217**

OTHER DETAILS

Fig. in NPR

Particulars	Current Year	Previous Year
	Upto this Quarter (YTD)	Upto this Quarter (YTD)
1. Total Issued Policy Count	180,314	183,989
2. Total Renewed Policy Count	48,718	40,336
3. Total Claims Paid Count	13,916	11,537
4. Outstanding Claims Count	8,802	14,239
5. Gross Outstanding Claim including IBNR and IBNER (Amount)	2,389,344,374	2,760,043,170
6. Net Outstanding Claim including IBNR and IBNER (Amount)	524,791,607	564,464,393
7. Margin Over Best Estimate	35,820,881	-
8. Unearned Premium Reserve	2,212,363,155	2,081,673,068
9. Unexpired Risk Reserve	-	-
10. Earthquake Premium Reserve	9,589,157	-
11. Long Term Investments (Amount)	1,517,668,673	1,117,433,933
12. Short Term Investments (Amount)	3,573,600,000	4,122,368,000
13. Direct Premium (Amount)	2,663,504,772	2,552,299,464
14. Investment in Cost (Amount)	4,884,907,818	4,800,941,450
15. Solvency Margin Ratio	342.7	277.00

Notes:

1. Interim Financial report has been published in the company's website www.igiprudential.com
2. Figures presented above are unaudited figures and may vary after acturial report/statutory audit
3. Above financial statements are prepared as per Nepal Financial Reporting Standard(NFRS)
4. The above figures are regrouped and rearranged wherever necessary.

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

1. **Solvency Ratio :** The solvency ratio of the company is 342.70.
2. **Reinsurance related Disclosure :** The company has various reinsurance arrangements with national and international reinsurance companies in order to mitigate its risk exposure as per the need of the company.
3. **Details regarding legal proceedings :** There are no legal proceedings against the company arising from activities other than normal business operations.
4. **Regulatory limit on expense ratio :** The expense ratio of the company is within the prescribed limit by Nepal Insurance Authority.
5. **Corporate Governance :** The company has complied with the corporate governance directive issued by Nepal Insurance Authority. Company has a separate corporate governance unit and has established various mechanism and procedures to comply with Insurane Acts & Regulation, Directives & Circulars issued by Nepal Insurance Authority and all the relevant laws and regulation. The Board and management of the company is committed in upholding the best governance within the company.

Additional Disclosures as per Securities Registration and Issuance Regulation-2073 (Sub Rule(1) of Rule 26, Annex (14) Third Quarter of FY 2081/82

1. **Financial Statement**
   a. The statement of financial position and statement of Profit and Loss (Unaudited) has been published along with this report as per the Nepal Financial Reporting Standards(NFRS)
   b. Key Financial Indicators and ratios :
   Earning per Share : 11.67
   Price Earnings ratio (P/E) : 48.43
   Net Worth per Share : 185.30
   Total Assets per Share : 371.59
2. **Management Analysis**
   The company has earned gross premium of 273.52 crores which is 3.59 % higher than the gross premium earned in comparison to corresponding period of previous year. The company is aiming for higher business growth in upcoming period and formulating strategies to achieve so in a sustainable and organic manner. The Company paid total claims of 186.60 crores and has total investments of 509.13 crores till the end of third quarter of current fiscal year.
3. **Details to Legal Action**
   There are no legal proceedings by or against the company, board of directors and management of the company apart from those arising from activities other than normal business operations
4. **Analysis of share transaction and progress of the company**
   a. Management View on share transaction of the insurance at securities market : The management of the company has neutral view on the share price and transaction as it is determined at Nepal Stock Exchange through open share market operations.
   b. Maximum , Minimum, Closing price , Total Traded days and Total Share transactions during the period

Total Traded Days	56	Last Price	565.14
Highest Price	651.20	Total Trades	13,828
Lowest Price	559.57	Total Traded Shares	2,262,497

5. **Problems and Challenges**
   Reduced Economic activities, high inflation and lack of awareness among people about the need and importance of insurance are some of the major problems of insurance industry today. Also the recruitment and retention of quality human resources, unhealthy competition in the market, changing regulatory frameworks, political instability , challenging global economic scenarios are other problems and challenges faced by the companies. In order to tackle the above challenges, the company has formulated strategies for good governance, investment diversifications, better assets and liability management and enhancing its capabilities through various channels like digitisation ,strengthening employee capabilities to provide quality service to customers and offer value to all its stakeholders.
6. **Corporate Governance**
   The board of directors of the company and management is committed to follow good governance and ensure full compliance with all the applicable laws and regulations and directives & guidelines issued by Nepal Insurance Authority. The company has formed committees and various departments as per the corporate governance directive of NIA and all put their efforts collectively to ensure adequate compliance and risk management. The company holds its external and internal audit timely and both the internal and external audit is carried out by the independent audit firms of Chartered Accountants.
7. **Declaration by CEO**
   I, CEO of the company, take responsibility on the truthfulness of the information and particulars disclosed in this report to the best of my knowledge. Further, I declare that the particulars mentioned in the report, to the best of my knowledge are true, fair and complete except as mentioned in the notes at the time of publication of this report and have not knowingly concealed any material particulars information for the investor to take informed decisions.