SuryaJyoti
जीवनको लागि

सूर्यज्योति लाइफ इन्स्योरेन्स कम्पनी लिमिटेड
रजिष्टर्ड कार्यालय: विराटनगर-७, मोरङ
कर्पोरेट कार्यालय, शान्ता प्लाजा, ज्ञानेश्वर, काठमाण्डौ
सम्पर्क : ०१-४५४५५४१/४५४५५४२
Website: www.suryajyotilife.com

# Quarterly Financial Results for Fourth Quarter, F.Y. 2082/83

## 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 | 66,721,590 | 66,064,099 |
| Property and Equipment | 314,559,592 | 314,503,194 |
| Deferred Tax Assets | 348,432,099 | 208,594,780 |
| Investments | 52,795,610,570 | 41,662,401,555 |
| Loans | 5,345,933,627 | 4,859,602,479 |
| Reinsurance Assets | 61,779,765 | 64,097,828 |
| Current Tax Assets | 1,011,047,484 | 1,025,130,470 |
| Insurance Receivables | 21,096,937 | 223,025,162 |
| Other Assets | 120,490,544 | 118,724,379 |
| Other Financial Assets | 576,828,130 | 1,064,970,255 |
| Cash and Cash Equivalent | 294,407,495 | 819,623,974 |
| **Total Assets** | **60,956,907,833** | **50,426,738,175** |
| **Equity:** | | |
| Share Capital | 5,011,947,797 | 5,011,947,797 |
| Catastrophe Reserves | 458,044,889 | 420,022,951 |
| Retained Earnings | 609,241,868 | 923,655,057 |
| Other Equity | 69,351,517 | 318,478,115 |
| **Total Equity** | **6,148,586,071** | **6,674,103,920** |
| **Liabilities:** | | |
| Provisions | 109,881,036 | 112,237,014 |
| Gross Insurance Contract Liabilities | 51,558,934,345 | 41,605,099,535 |
| Deferred Tax Liabilities | - | - |
| Insurance Payable | 10,465,075 | 25,469,079 |
| Borrowings | 1,440,000,000 | 350,000,000 |
| Other Liabilities | 1,076,386,324 | 921,428,417 |
| Other Financial Liabilities | 612,654,982 | 738,400,210 |
| **Total Liabilities** | **54,808,321,761** | **43,752,634,255** |
| **Total Equity and Liabilities** | **60,956,907,833** | **50,426,738,175** |

## 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 | 4,421,272,713 | 13,164,755,031 | 3,718,021,647 | 11,355,142,357 |
| Premiums Ceded | (90,691,355) | (220,127,225) | (45,097,700) | (169,931,559) |
| **Net Earned Premiums** | **4,330,581,359** | **12,944,627,807** | **3,672,923,947** | **11,185,210,797** |
| Other Direct Income | 25,863,151 | 86,694,336 | 24,634,878 | 85,628,461 |
| Interest Income on Loan to Policyholders | 114,936,708 | 489,342,766 | 113,696,990 | 416,259,673 |
| Income from Investments and Loans | 1,019,177,186 | 3,566,097,804 | 840,645,437 | 3,445,240,236 |
| Other Income | 11,410,836 | 12,302,027 | 896,294 | 2,437,663 |
| **Total Income** | **5,501,969,240** | **17,099,064,740** | **4,652,797,545** | **15,134,776,831** |
| **Expenses:** | | | | |
| Gross Benefits and Claims Paid | 1,136,234,313 | 3,654,305,975 | 973,280,911 | 3,696,711,445 |
| Claims Ceded | (51,892,578) | (155,342,227) | (63,798,885) | (201,419,722) |
| Gross Change in Contract Liabilities | 3,213,056,591 | 10,147,536,667 | 2,673,330,502 | 8,511,445,754 |
| Change in Contract Liabities Ceded to Reinsurers | (1,546,177) | 2,318,063 | 906,961 | (42,373,481) |
| **Net Benefits and Claims Paid** | **4,295,852,148** | **13,648,818,478** | **3,583,719,488** | **11,964,363,996** |
| Commission Expenses | 398,784,051 | 1,138,858,942 | 359,680,239 | 1,022,894,219 |
| Service Fees | 32,479,360 | 97,084,709 | 27,546,930 | 83,889,081 |
| Employee Benefits Expenses | 185,803,969 | 685,579,571 | 175,987,072 | 657,137,146 |
| Depreciation and Amortization Expenses | 6,851,131 | 31,348,070 | 7,844,329 | 31,102,276 |
| Other Operating Expenses | 543,474,093 | 879,619,592 | 452,082,555 | 764,100,560 |
| Finance Cost | 4,343,776 | 6,573,702 | 573,415 | 2,791,311 |
| **Total Expenses** | **5,467,588,528** | **16,487,883,063** | **4,607,434,026** | **14,526,278,589** |
| **Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax** | **34,380,712** | **611,181,677** | **45,363,519** | **608,498,242** |
| Share of Net Profit of Associates accounted using Equity Method | - | - | - | - |
| **Profit Before Tax** | **34,380,712** | **611,181,677** | **45,363,519** | **608,498,242** |
| Income Tax Expenses | (15,505,971) | 230,962,295 | (9,172,505) | 258,211,841 |
| **Net Profit/(Loss) For The Year** | **49,886,683** | **380,219,382** | **54,536,023** | **350,286,400** |
| **Earning Per Share** | | | | |
| Basic EPS (Annualized) | | 7.59 | | 6.99 |
| Diluted EPS (Annualized) | | 7.59 | | 6.99 |

## 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) For The Year | 49,886,683 | 380,219,382 | 54,536,023 | 345,266,866 |
| Other Comprehensive Income | (312,038,200) | (426,687,727) | 203,792,505 | 97,516,038 |
| **Total Comprehensive Income** | **(262,151,517)** | **(46,468,344)** | **258,328,529** | **442,782,905** |

## OTHER DETAILS

| Particulars | Current Year Upto this Quarter (YTD) | Previous Year Upto this Quarter (YTD) |
|---|---|---|
| 1. Total inforce Policy count | 655,679 | 668,873 |
| 2. Total no. of policy issued during the year | 264,290 | 468,936 |
| 3. First Year Premium (including Single premium) | 3,998,062,188 | 3,342,620,798 |
| 4. Single Premium | 1,492,731,879 | 1,019,425,068 |
| 5. Renewal Premium | 9,166,692,843 | 8,012,521,559 |
| 6. Total Benefits and Claims Paid in Count | 13,086 | 11,404 |
| 7. Outstanding Benefits and Claims in Count | 38 | 63 |
| 8. Gross Claim outstanding (Amount) | 83,594,642 | 94,851,583 |
| 9. Declared Bonus rate for existing Product (2081-82) | 40-90 (Per Thousand) | 40-90 (Per Thousand) |
| 10. Interim bonus rate for existing Product | 40-90 (Per Thousand) | 40-90 (Per Thousand) |
| 11. Long Term Investments (Amount) | 48,095,610,570 | 32,462,769,624 |
| 12. Short Term Investments (Amount) | 4,700,000,000 | 9,200,000,000 |
| 13. Policyholders Loan | 5,171,101,856 | 4,678,929,409 |
| 14. Investment in cost value | 53,049,766,699 | 41,348,008,784 |
| 15. Life Insurance Fund | 51,558,934,345 | 41,605,099,535 |
| 16. Unearned Premium Reserve for term policies (Amount) | 193,231,429 | 169,775,209 |
| 17. Solvency Margin Ratio | 1.65 | 3.00 |

**Note:**

1. SuryaJyoti Life Insurance Co. Ltd. has been formed by the merger of erstwhile Surya Life and Jyoti Life.
2. The above financials does not have the impact of actuarial valuation. The financial results will change after actuarial valuation.
3. The above figures are unaudited, and therefore might change after audit or direction from regulator.
4. Detailed Interim Report for the period has been published in the website of the company. (www.suryajyotilife.com)

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

**1. Solvency Ratio related disclosure:**

The Solvency Ratio for the year ended Asadh end, 2082 is declared as 1.65 which is above the requirements prescribed by Nepal Insurance Authority

**2. Reinsurance related disclosure:**

The Company purchases reinsurance as part of its risks mitigation programme. Premium ceded to the reinsurers is in accordance with the terms of the programmes already agreed based on the risks written by the insurance companies. Recoveries from reinsurers on claims are based on the cession made in respect of each risk and is estimated in a manner consistent with the outstanding claims provisions made for the loss. Although we mitigate our exposures through prudent reinsurance arrangements, the obligation to meet claims emanating from policy holders rests with the Company. Default of reinsurers does not negate this obligation and in that respect the Company carries a credit risk up to the extent ceded to each reinsurer. The Company currently has treaties with Nepal Re and Himalayan Re in Nepal and Hannover Re in Malaysia for the reinsurance arrangements.

**3. Details regarding legal proceeding:**

There is no legal proceeding by or against the company in the current period.

**4. Corporate Governance:**

We declare that we comply with the provision of Corporate Governance Directives, 2080 issued by Nepal Insurance Authority and other prevailing laws & regulation to which company shall adhere to.

**5. Regulatory limit on expenses ratio:**

| Particulars | Current Year Upto this Quarter (YTD) | Previous Year Upto this Quarter (YTD) |
|---|---|---|
| Total Management Expenditure | 1,603,120,935 | 1,455,131,293 |
| Agent related Expenditure | 636,066,648 | 525,559,748 |
| Total Premium | 13,164,755,031 | 11,355,142,357 |
| First Premium | 3,998,062,188 | 3,342,620,798 |
| Total Management Expenditure as percentage of Total Premium | 12.18% | 12.81% |
| Agent related Expenditure as percentage of First Premium | 15.91% | 15.72% |

**6. Any other disclosure as deemed relevant**

No any other disclosures.

**Disclosure as required by Rule 26 (1) of Annexure 14 of Securities Listing and Issue Directives, 2073**

**1. Financial Statements**

The Financial Statements for the company for Fourth Quarter of FY 2082-83 has been published aling with this report.

The Interim Financial Report have been prepared as per the Quarterly Financials Circular, 2080 issued by Nepal Insurance Authority

**2. Major Financial Indicators**

| | |
|---|---|
| Earnings per Share (Annualised) | 7.59 |
| PE Ratio | 54.44 |
| Networth per share | 122.68 |
| Assets per share | 1216.23 |

**3. Management Analysis**

The transactions of the company for the Fourth Quarter of FY 2082-83 can be summarized as belows:

| Particulars | Q4 FY 2082-83 | Q4 FY 2081-82 |
|---|---|---|
| Total Premium | 13,164,755,031 | 11,355,142,357 |
| Life Insurance Fund | 51,558,934,345 | 41,605,099,535 |
| Net Profits | 380,219,382 | 350,286,400 |
| Total Investments | 52,795,610,570 | 41,662,401,555 |

**4. Legal Proceedings**

There are no legal proceedings against the company or by the company during this period.

**5. Details of Share Transactions**

The shares of the companies are listed and actively traded in Nepal Stock Exchange Limited. The details of the share transactions of the company are mentioned below:

| | |
|---|---|
| Maximum Rate | 451.00 |
| Minimum Rate | 401.00 |
| Closing Price | 413.00 |
| No. of Transactions | 9,602 |
| No. of Transaction days | 64 days |

**6 Problems and Threats**

Lack of awareness among general public, absence of reliable database to develop new products and policies, general economic crisis across the globe are the major problems and threats to life insurance industry at present.

**7 Corporate Good Governance**

The Company has a strong internal control which is regulary supervised and monitored through various committees and sub committees formed. It has adopted the latest IT infrastructures and facilities so as to maintain transparency and governance. The company has complied with the directives and circulars issued by Nepal Insurance Authority and other regulators.

**8 Declaration by the Chief Executive Officer**

I personally take responsibility of true and fair presentation of information and statements made in this report and to the best of my knowledge, no any information relevant to make informed decision by the investors, has been knowingly omitted while preparing this report.