

ICICI Lombard General Insurance Company Limited

IRDA Reg. No. 115, Dated August 03, 2001 • CIN No. L67200MH2000PLC129408

Registered Office: ICICI Lombard House, 414, Veer Savarkar Marg, Near Siddhivinayak Temple, Prabhadevi, Mumbai - 400 025. Website: <http://www.icicilombard.com>

Audited Financial Results

FORM NL-1-B-RA		REVENUE ACCOUNTS						(₹ in Lakhs)	
	Particulars	Fire		Marine		Miscellaneous		Total	
		For the half year ended September 30, 2021	For the half year ended September 30, 2020	For the half year ended September 30, 2021	For the half year ended September 30, 2020	For the half year ended September 30, 2021	For the half year ended September 30, 2020	For the half year ended September 30, 2021	For the half year ended September 30, 2020
1	Premiums earned (Net)	30,442	22,129	17,718	11,278	592,083	445,229	640,243	478,636
2	Profit / Loss on sale / redemption of Investments	1,383	298	467	112	31,572	8,351	33,422	8,761
3	Interest, Dividend & Rent – Gross	3,666	2,430	1,238	913	83,696	68,152	88,600	71,495
4	Others								
a)	Foreign exchange gain/(loss)	(197)	55	6	14	(58)	105	(249)	174
b)	Investment income from pool (Terrorism and Nuclear)	1,464	1,541	-	-	281	397	1,745	1,938
c)	Contribution from Shareholders excess EOM	-	-	-	-	-	-	-	-
d)	Miscellaneous Income	12	23	7	9	160	271	179	303
	TOTAL (A)	36,770	26,476	19,436	12,326	707,734	522,505	763,940	561,307
6	Claims Incurred (Net)	22,849	18,693	15,363	9,033	470,699	299,817	508,911	327,543
7	Commission	(8,123)	(3,151)	2,869	1,794	32,364	28,033	27,110	26,676
8	Operating Expenses related to Insurance Business	9,998	7,215	3,808	2,478	162,981	111,247	176,787	120,940
9	Premium Deficiency	-	-	-	-	-	-	-	-
	TOTAL (B)	24,724	22,757	22,040	13,305	666,044	439,097	712,808	475,159
10	Operating Profit/(Loss) C= (A - B)	12,046	3,719	(2,604)	(979)	41,690	83,408	51,132	86,148
11	APPROPRIATIONS								
	Transfer to Shareholders' Account	12,046	3,719	(2,604)	(979)	41,690	83,408	51,132	86,148
	Transfer to Catastrophe Reserve	-	-	-	-	-	-	-	-
	Transfer to Other Reserves	-	-	-	-	-	-	-	-
	TOTAL (C)	12,046	3,719	(2,604)	(979)	41,690	83,408	51,132	86,148

FORM NL-2-B-PL		PROFIT AND LOSS ACCOUNT		(₹ in Lakhs)	
	Particulars	For the Half Year ended September 30, 2021	For the Half Year ended September 30, 2020		
		1	OPERATING PROFIT/(LOSS)		
	(a) Fire Insurance	12,046	3,719		
	(b) Marine Insurance	(2,604)	(979)		
	(c) Miscellaneous Insurance	41,690	83,408		
2	INCOME FROM INVESTMENTS				
	(a) Interest, Dividend & Rent – Gross	27,836	20,841		
	(b) Profit on sale of investments	11,034	6,985		
	(c) (Loss on sale/ redemption of investments)	(712)	(4,366)		
	(d) (Amortization of Premium) / Discount on Investments	(541)	349		
3	OTHER INCOME				
	(a) Interest income on tax refund	-	-		
	(b) Profit on sale/discard of fixed assets	1	11		
	(c) Recovery of bad debts written off	-	-		
	TOTAL (A)	88,750	109,968		
4	PROVISIONS (Other than taxation)				
	(a) For diminution in the value of investments	(3,332)	(7,031)		
	(b) For doubtful debts	(303)	774		
	(c) Others	-	-		
5	OTHER EXPENSES				
	(a) Expenses other than those related to Insurance Business				
	(i) Employees' remuneration and other expenses	306	237		
	(ii) Managerial remuneration	603	548		
	(iii) Directors' fees and profit commission	78	80		
	(iv) Expense on Non-convertible Debentures	10	-		
	(v) Expense related to Investment property	44	56		
	(vi) Listing Fees / Other Charges	6	8		
	(vii) Demerger expenditure	1,655	3,088		
	(b) Bad debts written off	195	138		
	(c) Interest on subordinated debt	2,468	2,002		
	(d) Expenses towards CSR activities	1,794	1,500		
	(e) Penalties	-	-		
	(f) Contribution to Policyholders' A/c				
	(i) Towards Excess Expenses of Management	-	-		
	(ii) Others	-	-		
	(g) Investments written off	7	-		
	(h) Loss on sale/discard of fixed assets	6	7		
	TOTAL (B)	3,537	1,407		
6	Profit/(Loss) Before Tax	85,213	108,561		
7	Provision for Taxation	21,116	27,177		
8	Profit / (Loss) after tax	64,097	81,384		
9	APPROPRIATIONS				
	(a) Interim dividends paid during the year	-	-		
	(b) Final dividend paid	18,186	-		
	(c) Transfer to any Reserves or Other Accounts	-	-		
	Balance of profit / loss brought forward from last year	533,653	404,531		
	Balance carried forward to Balance Sheet	579,564	485,915		

Notes :-

- Ratios are computed as per definitions laid down by IRDA Master Circular dated October 5, 2012 and Corrigendum on Master Circular dated July 3, 2013 and circular IRDAI/F&A/CIR/MISC/256/09/2021 dated September 30, 2021.
- The Board of Directors of the Company at its Meeting held on August 21, 2020, had, inter alia, approved a Scheme of Arrangement amongst Bharti AXA General Insurance Company Limited ("Bharti AXA" or "Demerged Company") and the Company and their respective shareholders and creditors ("Scheme"), prepared pursuant to Sections 230 to 232, other applicable provisions of the Companies Act, 2013 read with the rules framed thereunder and Section 35 to 37 and other applicable provisions of the Insurance Act, 1938 (read with the rules and regulations framed thereunder). The Scheme provides inter alia for the demerger of the general insurance business of the Demerged Company into the Company as a going concern with effect from the Appointed Date i.e. April 1, 2020 and, as consideration for the demerger, the issue of 35,756,194 equity shares of the Company to the shareholders of the Demerged Company once the Scheme becomes effective ("Consideration Shares"). The Company has received approval by the honorable National Company Law Tribunal, Mumbai (the "NCLT") vide its order dated May 13, 2021 and by IRDAI vide its approval dated September 3, 2021. Subsequent to the approval of IRDAI, the Scheme has become effective from September 8, 2021 with the Appointed Date being April 1, 2020. In accordance with the Scheme, the Demerger has been accounted using the "Pooling of Interest Method" as prescribed in Accounting Standard 14 (AS 14) "Accounting for Amalgamations" at the end of the reporting period. The consideration of ₹ 481,582 lakhs has been discharged through issue of 35,756,194 equity shares to the shareholders of Bharti AXA at ₹ 10 per share (including Share Premium of ₹ 1,336.85 per share). All the assets, liabilities and reserves of the Demerged Undertaking aggregating ₹ 74,032 lakhs (as on April 1, 2021) comprising of ₹ 50,225 lakhs as at the Appointed Date of April 1, 2020 and an incremental amount of ₹ 23,806 lakhs during FY2021, adjustment to opening balances of ₹ 118 lakhs for accounting policy harmonisation, ₹ 5,000 lakhs for further infusion of funds and ₹ 18,688 lakhs profit (after accounting policy alignment and harmonization adjustments) of the demerged undertaking for FY2021, have been recorded in their existing form and at their carrying amounts under the respective assets and liabilities accounts. Further the Demerged Undertaking had received Interim funding of ₹ 4,800 Lakhs on June 30, 2021 and pursuant to the Scheme the Company is liable to pay an Interim funding compensation of ₹ 4,849 Lakhs towards this Interim funding, which have been effected in Surplus in Profit and loss account in accordance with the Scheme. The Net impact on account of demerger is ₹ 407,599 lakhs which has been debited to "Surplus in profit and loss account" under "Reserves & Surplus" as per the scheme. Pursuant to the Scheme becoming effective from September 8, 2021, the Company has given the above impact during the quarter. The Company has also restated its Audited financial results for the Quarter ended June 30, 2021 and the same is presented along with the Audited financial results of the Half year ended September 30, 2021. The comparative figures reported for the quarter and six months ended September 30, 2020 and audited results for the year ended March 31, 2021 does not include the effect of the Scheme. Consequently, the comparative previous period numbers are not strictly comparable. The expenditure relating to demerger has been charged to profit and loss account under "Expenses other than those related to insurance business for year to date ended September 30, 2021 amounting to ₹ 1,655 lakhs (for quarter ended June 30, 2021: ₹ 598 lakhs, for the year to date ended: March 31, 2021 ₹ 4,147 lakhs and the quarter and year to date ended September 30, 2020, expenditure of ₹ 3,088 lakhs).
- During the quarter and year to date ended September 30, 2021, the Company pursuant to the approval received from Insurance Regulatory and Development Authority of India ("IRDAI") vide its letter dated July 7, 2021 has exercised Call Option and redeemed the Subordinated debenture in full on July 28, 2021 for its '1/2016-2017' series amounting to ₹ 52,500 Lakhs including final interest due of ₹ 4,000 lakhs. Pursuant to the redemption, the Company has transferred Debenture Redemption Reserve (DRR) amounting to ₹ 2,771 lakhs to the General Reserve of the Company. As an integral part of the Scheme 350 rated, listed, unsecured, subordinated, fully paid-up, redeemable and non-convertible debentures, each having a face value of ₹ 10 Lakhs aggregating to ₹ 3,500 Lakhs and listed in the debt segment on National Stock Exchange of India Limited ("Listed NCDs") and 2,200 rated, unlisted, unsecured, subordinated, fully paid-up, redeemable and non-convertible debentures, each having a face value of ₹ 10 Lakhs aggregating to ₹ 22,000 Lakhs ("Unlisted NCDs") issued by Bharti AXA were transferred in the name of the Company on same terms and conditions upon the Scheme became effective. During the quarter, the Company had received necessary listing approval from National Stock Exchange of India Limited for the Listed NCDs.
- Credit Rating: Non Convertible Debenture (Series INE513L08016) amounting to ₹ 22,000 Lakhs : "AAA" by CRISIL and "AAA" by ICRA and Non Convertible Debenture (Series INE513L08024) amounting to ₹ 3,500 Lakhs : "AAA" by CRISIL and "AAA" by ICRA.

FORM NL-3-B-BS		BALANCE SHEET				(₹ in Lakhs)	
Particulars	Schedule Ref. Form No.	As at September 30, 2021	As at September 30, 2020				
				As at March 31, 2021			
SOURCES OF FUNDS							
SHARE CAPITAL	NL-8	49,053	45,450	45,459			
SHARE APPLICATION MONEY				33			
PENDING ALLOTMENT		35	35	33			
RESERVES AND SURPLUS	NL-10	815,794	649,545	698,055			
FAIR VALUE CHANGE ACCOUNT		90,799	21,918	68,051			
-Shareholders' Funds		21,043	5,121	16,305			
-Policyholders' Funds		69,756	16,797	51,746			
BORROWINGS	NL-11	25,500	48,500	48,500			
TOTAL		981,181	765,448	860,098			
APPLICATION OF FUNDS							
INVESTMENTS-Shareholders	NL-12	859,964	682,662	743,568			
INVESTMENTS-Policyholders	NL-12A	2,859,506	2,233,533	2,345,650			
LOANS	NL-13	-	-	-			
FIXED ASSETS	NL-14	60,932	65,399	62,683			
DEFERRED TAX ASSET		39,391	41,467	34,986			
CURRENT ASSETS							
Cash and Bank Balances	NL-15	11,011	2,685	22,765			
Advances and Other Assets	NL-16	1,115,466	808,737	720,131			
Sub-Total (A)		1,126,477	811,422	742,896			
CURRENT LIABILITIES							
PROVISIONS	NL-17	3,256,623	2,487,395	2,409,948			
Sub-Total (B)		3,965,089	3,069,035	3,069,685			
NET CURRENT ASSETS (C) = (A - B)		(2,838,612)	(2,257,613)	(2,326,789)			
MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)	NL-19	-	-	-			
DEBIT BALANCE IN PROFIT AND LOSS ACCOUNT		-	-	-			
TOTAL		981,181	765,448	860,098			

FORM NL-20		ANALYTICAL RATIOS	
Particulars	Upto the Half Year ended September 30, 2021	Upto the Half Year ended September 30, 2020	
Gross Direct Premium Growth Rate	33%	1%	
Gross Direct Premium to Net worth Ratio	1.00	0.93	
Growth rate of Net Worth	16%	13%	
Net Retention Ratio	67%	71%	
Net Commission Ratio	5%	6%	
Expense of Management to Gross Direct Premium Ratio	28%	28%	
Expense of Management to Net Written Premium Ratio	42%	38%	
Net Incurred Claims to Net Earned Premium	79%	68%	
Claims paid to claims provisions	9%	11%	
Combined Ratio	114%	100%	
Investment income ratio	4%	4%	
Technical Reserves to net premium ratio	5.38	5.18	
Underwriting balance ratio	-0.11	0.01	
Operating Profit Ratio	8%	18%	
Liquid Assets to liabilities ratio	0.13	0.13	
Net earning ratio	10%	17%	
Return on net worth ratio	7%	12%	
Available Solvency margin Ratio to Required Solvency Margin Ratio	2.49	2.74	
NPA Ratio			
Gross NPA Ratio	0.00	0.00	
Net NPA Ratio	0.00	0.00	
Debt Equity Ratio	0.03	0.07	
Debt Service Coverage Ratio	35.52	55.21	
Interest Service Coverage Ratio	35.52	55.21	
Earnings per share	Basic: ₹ 13.07 Diluted: ₹ 13.01	Basic: ₹ 17.91 Diluted: ₹ 17.85	
Book value per share	176.31	152.92	

- Next due date for payment of interest on Non-Convertible Debentures: Non Convertible Debenture (Series INE513L08016): August 23, 2022, Amount : ₹ 1,976 Lakhs and Non Convertible Debenture (Series INE513L08024) : April 30, 2022, Amount: ₹ 368 Lakhs.
- The Board of directors has recommended an interim dividend of ₹ 4.00 per equity share of face value of ₹ 10 each for the year to date ended September 30, 2021 at its meeting held on October 21, 2021.
- During the half year ended September 30, 2021, provision for impairment on investments is net of reversal of impairment amounting to ₹ 3,425 lakhs pursuant to sale of the underlying securities/receipt against the securities ₹ 7,031 lakhs during the quarter and year to date ended September 30, 2020, ₹ 3,413 lakhs during the quarter ended June 30, 2021 and ₹ 6,691 lakhs for the year ended March 31, 2021).
- Net Worth as on September 30, 2021: ₹ 864,847 Lakh (Computed as per definition laid down by IRDAI).
- The comparative figures reported for the quarter and six months ended September 30, 2020 and audited results for the year ended March 31, 2021 does not include the effect of the Scheme. Consequently, the comparative previous period numbers are not strictly comparable. Figures of the previous period ended have been re-grouped / re-arranged to conform to current period ended presentation.
- The above financial results have been approved by the Board of Directors of the Company at its meeting held on October 21, 2021.

For and on behalf of the Board of Directors

Place: Mumbai
Date: October 23, 2021

Sd/-
Bhargav Dasgupta
Managing Director & CEO

