

**Financial Statement**

**2021-22**

**Reliance General Insurance Company Limited**

**Pathak H. D.& AssociatesLLP**  
**Chartered Accountants**  
**814-815, Tulsiani Chambers**  
**212, Nariman Point**  
**Mumbai - 400 021**

**UttamAbuwala Ghosh & Associates**  
**Chartered Accountants**  
**101,Vaibhav Chambers,**  
**Behind Gurunanak Hospital, BKC,**  
**Bandra (East),**  
**Mumbai 400 051**

## **Independent Auditors' Report**

**To the Members of Reliance General Insurance Company Limited on the Financial Statements for the year ended March 31, 2022**

### **Qualified Opinion**

1. We have jointly audited the financial statements of Reliance General Insurance Company Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the related Revenue Accounts of the Fire, Marine & Miscellaneous Businesses(also called the "Policyholders' Accounts" or the "Technical Accounts"), the Profit and Loss Account (also called the "Shareholders' Account" or "Non-Technical Account") and Receipts and Payments Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements are prepared in accordance with the requirements of the Insurance Act, 1938 (the "Insurance Act"), Insurance Regulatory and Development Act, 1999 (the "IRDA Act"), Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 (the "Regulations")and the Companies Act 2013 ("the Act"), to the extent applicable and in the manner so required, and except for the indeterminate effects of the matter given in the Basis for Qualified Opinion Section below, give a true and fair view in conformity with the accounting principles generally accepted in India, as applicable to insurance companies:
  - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2022;
  - (b) in the case of the Revenue Accounts, of the operating profit/(loss) for the year ended on that date;
  - (c) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
  - (d) in the case of the Receipts and Payments Account, of the receipts and payments for the year ended on that date.

### **Basis for Qualified opinion**

3. We draw your attention to Schedules 8 and 8A and Refer Note 27(ii) of Schedule 17 of the financial statements regarding the Company's investment in Non-convertible debentures of Rs. 787,244 thousand and Rs.12,99,411 thousand in Reliance Capital Limited (RCL) as at March 31, 2022 and March 31, 2021 respectively. The investment is being valued at amortised cost as prescribed by the IRDA Regulations and valuation policy approved by the Board of Directors. The Company has written off the unsecured portion amounting to Rs. 512,167 thousand and out of the secured portion of Rs. 787,244 thousand, the Company has created provision of 30% amounting to Rs. 236,173 thousand. As credit rating of the investment is standing at D and the investee Company has defaulted in repayment of interest and principal on due dates, the impact, if any, on the potential diminution in the value of the investment is presently not ascertainable.
4. We conducted our audit in accordance with the Standards on Auditing (the "SAs") specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the Insurance Act, the IRDA Act, the Regulations, the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

## Key Audit Matters

5. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Qualified Opinion section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
<p><b>Appropriateness of Revenue Recognition in relation to Crop Insurance Premium</b></p> <p>(Refer note no. 4(a) of Schedule 16 to the financial statements)</p> <p>The Company has earned net premium of Rs.1,07,30,132 thousand relating to crop insurance for the year ended March 31, 2022, which is a significant component of Company's premium income.</p> <p>As an empaneled insurance company for implementing the Government Scheme for crop insurance, the Company recognizes revenue which includes the share of the Central Government and State Government respectively, based on the acceptance of the farmers proposals received from the Nodal Banks of the respective areas.</p> <p>Appropriateness of revenue recognition relating to crop insurance premium has been determined to be a key audit matter as this is dependent on whether the criteria for acceptance of the proposals received by the Company (type of crop covered, area etc.), are as per the bid awarded to the Company by the State during the empanelment process.</p>	<p>Our procedures included the following:</p> <ul style="list-style-type: none"> <li>• Understanding, evaluating and testing the design and operating effectiveness of the process and key controls around revenue recognition for crop insurance premium.</li> <li>• Performing tests of details, on a sample basis, to assess whether the criteria for acceptance of proposals in accordance with the bid have been evaluated by the Company prior to recognition of revenue;</li> <li>• Verifying the books and records (for instance inter office communications from teams performing the activities in relation to underwriting) to check the completeness of revenue recognised.</li> <li>• Testing sample of manual accounting journals relating to revenue to identify unusual or irregular items, if any.</li> <li>• Agreeing the above journals tested to corroborative evidence such as declaration from the farmers.</li> <li>• Evaluating adequacy of disclosures in the financial statements</li> </ul>
<p><b>Assessment of contingencies relating to certain matters pertaining to service tax</b></p> <p>(Refer note 1 on Schedule 17 to the financial statement)</p> <p>The Company has received various demands and show cause notices, mostly industry specific, from the tax authorities department in respect of matters such as service tax applicability on reinsurance commission and wrong availment of CENVAT Credit.</p> <p>The management, with the help of its tax expert as needed, have made judgments relating to the</p>	<p>Our procedures included the following:</p> <ul style="list-style-type: none"> <li>• Understood Management's process and control for determining tax litigations and its appropriate accounting and disclosure.</li> <li>• testing key controls surrounding litigation, regulatory and tax procedures;</li> <li>• Involved tax experts to gain an understanding of the current status of the tax cases and monitored changes in disputes to establish that the tax provisions have been appropriately adjusted to reflect the latest external developments;</li> </ul>

Key Audit Matter	How our audit addressed the key audit matter
<p>likelihood of an obligation arising and whether there is a need to recognize a provision or disclose a contingent liability.</p> <p>We therefore focused on this area as a result of uncertainty and potential material impact.</p>	<ul style="list-style-type: none"> <li>• Where relevant, read the external legal opinions obtained by management;</li> <li>• Discussed pending matters with the Company's legal counsel and management's tax experts;</li> <li>• Assessed management's conclusions through understanding precedents set in similar cases and corroborating it by involving tax experts;</li> <li>• Assessed the adequacy of presentation and disclosure in the financial statements.</li> </ul>

### Other Matters

6. The actuarial valuation of liabilities in respect of Claims Incurred But Not Reported (IBNR), Claims Incurred But Not Enough Reported (IBNER), Premium Deficiency Reserve (PDR) & Unexpired Risk Reserve (URR) is the responsibility of the Company's Appointed Actuary. The actuarial valuation of these liabilities as at March 31, 2022, has been duly certified by the Appointed Actuary. The Appointed Actuary has also certified that in their opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by IRDAI and the Institute of Actuaries of India in concurrence with the Authority. We have relied upon the Company's Appointed Actuary's certificate in this regard for forming our opinion on the financial statements of the Company.
7. In accordance with the requirements of SA 299 (Revised), Joint Audit of Financial Statements [SA 299 (Revised)], we have communicated to the Audit Committee, vide our letter dated September 27, 2021, our joint responsibilities and the allocation of work between us for the statutory audit of the Company. As per the requirements of the SA 299 (Revised), each joint auditor shall be responsible only for the work allocated to each joint auditor and in line with paragraph 18 of the aforesaid Standard, each auditor has relied on the conclusions reached on areas covered by each of them respectively, except for areas covered jointly and matter described in the Basis for Qualified Opinion for Company's investment in Reliance Capital Limited and Reliance Home Finance Limited.

Our opinion is not modified in respect of the above matters.

### Other Information

8. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the 'the Management Report' and 'Director's report', but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

## **Responsibilities of management for the financial statements**

9. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and receipts and payments of the Company in accordance with the requirements of the Insurance Act, as amended by Insurance Laws (Amendment) Act, 2015, read with the IRDA Act, the Regulations, order/ directions issued by the IRDAI in this regard and in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under section 133 of the Act to the extent applicable and in the manner so required. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
10. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's responsibilities for the audit of the financial statements**

11. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
12. As part of an audit in accordance with the SAs [including the requirements of SA 299 (Revised)], we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances;
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. We communicate with those charged with governance regarding, among other matters, the planned scope, allocation of work and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
  14. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
  15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on other legal and regulatory requirements**

16. As required by the Regulations, we have issued a separate certificate dated April 26, 2022, certifying the matters specified in paragraphs 3 and 4 of Schedule C to the Regulations.
17. Further, to our comments in the Certificate referred to above, as required under the Regulations, read with Section 143 (3) of the Act, we report that:
  - a) We have sought and except for the matter described in the Basis for Qualified Opinion section above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion and to the best of our information and according to the explanations given to us proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) As the Company's financial accounting system is centralized at Head Office, no returns for the purposes of our audit are prepared at the branches and other offices of the Company;
  - d) The Balance Sheet, the Revenue Account, the Profit and Loss Account, and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account;
  - e) In our opinion and to the best of our information and according to the explanations given to us, except for the matter described in the Basis for Qualified Opinion Section above, investments have been valued in accordance with the provisions of the Insurance Act and the Regulations and/or orders/directions issued by the IRDAI in this behalf;
  - f) In our opinion and to the best of our information and according to the explanations given to us, except for the matter described in the Basis for Qualified Opinion Section above the accounting policies selected by the Company are appropriate and are in compliance with the Accounting Standards referred to in Section 133 of Act, to the extent they are not inconsistent with the accounting principles prescribed in the Regulations and orders/directions issued by the IRDAI in this behalf;

- g) In our opinion and to the best of our information and according to the explanations given to us, except for the matter described in the Basis for Qualified Opinion Section above the Balance Sheet, the Revenue Account, the Profit and Loss Account and the Receipts and Payments Account dealt with by this report comply with the Accounting Standards referred to in Section 133 of the Act, to the extent they are not inconsistent with the accounting principles prescribed in the s Regulations and orders/directions issued by IRDAI in this regard;
- h) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164 (2) of the Act;
- i) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion Section above.
- j) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”; and
- k) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 1 on Schedule 17 to the financial statements;
  - ii. The Company does not have any long term contracts including derivative contracts wherein the Company is required to make provision towards any foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
  - iv. With respect to the other matters to be included in the Auditor’s report, in terms of the requirements of Section 197(16) of the Act, we report that managerial remuneration payable to the Company’s Directors is governed by the provisions of Section 34A of the Insurance Act, 1938 and requires approval of IRDAI. Accordingly, the managerial remuneration limits specified under Section 197 of the Act do not apply.
  - v. (a) Management has represented to us that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - (b) Management has represented to us that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

- (c) Based on our audit procedure conducted that are considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause us to believe that the representation given by the management under paragraph (2) (h) (iv) (a) & (b) contain any material misstatement.
- vi. (a) The final Dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.
- (b) As stated in note 49 on schedule 17 to the financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the shareholders at the ensuing annual general meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

**For Pathak H. D. & Associates LLP**  
Firm Registration No. 107783W/W100593  
Chartered Accountants

**For Uttam Abuwala Ghosh & Associates**  
Firm Registration No. 111184W  
Chartered Accountants

**Jigar T. Shah**  
Partner  
Membership No. 161851  
UDIN: 22161851AHVSUZ9197

**Ajay Singh Chauhan**  
Partner  
Membership No. 137918  
UDIN:22137918AHVBOX7170

Date: April 26, 2022  
Place: Mumbai

Date: April 26, 2022  
Place: Mumbai



## **Annexure A to Independent Auditors' Report**

**Referred to in paragraph 18 (j) of the Independent Auditors' Report of even date to the members of Reliance General Insurance Company Limited on the financial statements for the year ended March 31, 2022**

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### **Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act**

1. We have audited the internal financial controls with reference to financial statements of Reliance General Insurance Company Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls system with reference to financial statements.

## **Annexure A to Independent Auditors' Report**

**Referred to in paragraph 18 (j) of the Independent Auditors' Report of even date to the members of Reliance General Insurance Company Limited on the financial statements for the year ended March 31, 2022**

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### **Meaning of Internal Financial Controls with reference to financial statements**

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls with reference to financial statements**

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Basis for Qualified Opinion**

8. According to the information and explanations given to us and based on our audit, the following material weakness has been identified as of March 31, 2022:

The company's operation of financial controls over valuation of investment and assessment of impairment provision thereof of the certain investee companies. These investments were being valued at amortized cost as prescribed by the IRDA Regulations and valuation policy approved by the Board of Directors. (Refer the Basis of Qualified opinion paragraph in our main audit report)

9. A material weakness is a deficiency or a combination of deficiencies, in internal control with reference to financial statements, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected in a timely basis.

### **Qualified Opinion**

10. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements as of March 31, 2022 based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India and, except for the possible effects of the material weakness described in the Basis for Qualified Opinion

## **Annexure A to Independent Auditors' Report**

**Referred to in paragraph 18 (j) of the Independent Auditors' Report of even date to the members of Reliance General Insurance Company Limited on the financial statements for the year ended March 31, 2022**

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paragraph above on the achievement of the objectives of the control criteria, the Company's internal financial controls with reference to financial statements were operating effectively as of March 31, 2022.

11. We have considered the material weakness identified and reported above in determining the nature, timing and extent of audit tests applied for our audit of financial statements of the Company for the year ended March 31, 2022, and the material weakness affects our opinion on the financial statements of the Company (refer the Basis of Qualified Opinion paragraph in our main audit report).

### **Other Matter**

12. The actuarial valuation of liabilities in respect of Claims Incurred But Not Reported (IBNR), Claims Incurred But Not Enough Reported (IBNER), Premium Deficiency Reserve (PDR) & Unexpired Risk Reserve (URR) is the responsibility of the Company's Appointed Actuary. The actuarial valuation of these liabilities as at March 31, 2022, has been duly certified by the Appointed Actuary. The Appointed Actuary has also certified that in their opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by IRDAI and the Institute of Actuaries of India in concurrence with the Authority. We have relied upon the Company's Appointed Actuary's certificate in this regard for forming our opinion on the financial statements of the Company. (Refer Other Matter Paragraph of our main Audit Report) Accordingly, our opinion on the internal financial controls with reference to financial statements does not include reporting on the operating effectiveness of the management's internal controls over the valuation and accuracy of the aforesaid actuarial valuation.
13. In accordance with the requirements of SA 299 (Revised), Joint Audit of Financial Statements [SA 299 (Revised)], we have communicated to the Audit Committee, vide our letter dated September 26, 2019, our joint responsibilities and the allocation of work between us for the statutory audit of the Company. As per the requirements of the SA 299 (Revised), each joint auditor shall be responsible only for the work allocated to each joint auditor and in line with paragraph 18 of the aforesaid Standard, each auditor has relied on the conclusions reached on areas covered by each of them respectively, except for areas covered jointly and matter described in the Basis for Qualified Opinion for Company's investment in Infrastructure Leasing & Financial Services Limited, Reliance Home Finance Limited and Reliance Capital Limited. (Refer Other Matter Paragraph of our main Audit Report)

Our opinion is not modified in respect of the above matters.

#### **For Pathak H. D. & Associates LLP**

Firm Registration No. 107783W/W100593  
Chartered Accountants

#### **For Uttam Abuwala Ghosh & Associates**

Firm Registration No. 111184W  
Chartered Accountants

#### **Jigar T. Shah**

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UDIN: 22161851AHVSUZ9197

#### **Ajay Singh Chauhan**

Partner  
Membership No. 137918  
UDIN: 22137918AHVBOX7170

Date: April 26, 2022  
Place: Mumbai

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**Pathak H. D. & Associates LLP**  
**Chartered Accountants**  
**814-815, Tulsiani Chambers**  
**212, Nariman Point**  
**Mumbai 400021**

**Uttam Abuwala Ghosh & Associates**  
**Chartered Accountants**  
**702, Amba Sadan, Plot No.325,**  
**Linking Road, Khar (W),**  
**Mumbai-400052**

### **Independent Auditors' Certificate**

#### **To The Members Of Reliance General Insurance Company Limited**

(Referred to in paragraph 16 of our Report on Other Legal and Regulatory Requirements forming part of the Independent Auditors' Report dated April 26, 2022)

This certificate is issued to comply with the provisions of paragraphs 3 and 4 of Schedule C of the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations 2002, (the "Regulations") read with regulation 3 of the Regulations.

The Company's Board of Directors is responsible for complying with the provisions of The Insurance Act, 1938 as amended from time to time including amendment brought by Insurance Laws (Amendment) Act, 2015 (the "Insurance Act"), the Insurance Regulatory and Development Authority Act, 1999 (the "IRDA Act"), the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 (the "Regulations"), orders/directions issued by the Insurance Regulatory and Development Authority of India (the "IRDAI"). This includes collecting, collating and validating data and designing, implementing and monitoring of internal controls suitable for ensuring compliance as aforesaid.

Our responsibility, for the purpose of this certificate, is limited to certifying matters contained in paragraphs 3 and 4 of Schedule C of the Regulations. We conducted our examination in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (the 'ICAI').

In accordance with the information and explanations given to us and to the best of our knowledge and belief and based on our examination of the books of accounts and other records maintained by Reliance General Insurance Company Limited (the "Company") for the year ended March 31, 2022, we certify that:

1. We have reviewed the Management Report attached to the financial statements for the year ended March 31, 2022 and have found no apparent mistake or material inconsistency with the financial statements;
2. Based on management representations and the compliance certificate submitted to the Board of Directors by the officers of the Company charged with compliance and the same being noted by the Board, nothing has come to our attention that causes us to believe that the Company has not complied with the terms and conditions of registration as per sub section 4 of section 3 of the Insurance Act, 1938; (Refer note 29 of audited financial statements for the year ended March 31, 2022).
3. We have relied on the management certificate for the cash balances and cheques in hand as on March 31, 2022. For securities relating to Company's investments as at March 31, 2022, have been verified by on the basis of certificates / confirmations received from the Custodians and/or Depository Participants appointed by the Company, as the case may be. (Also refer the Basis for Qualified Opinion paragraph in our main audit report). As at March 31, 2022, the Company does not have reversions and life interests;

**Reliance General Insurance Company Limited**

Independent Auditors' Certificate for the year ended March 31, 2022

4. The Company is not a trustee of any trust; and
5. No part of the assets of the Policyholders' Funds has been directly or indirectly applied in contravention of the provisions of the Insurance Act relating to the application and investments of the Policyholders' Funds.

**For Pathak H. D. & Associates LLP**  
Firm Registration No. 107783W/W100593  
Chartered Accountants

**For Uttam Abuwala Ghosh & Associates**  
Firm Registration No. 111184W  
Chartered Accountants

**Jigar T. Shah**  
Partner  
Membership No. 161851  
UDIN: 22161851AHVSUZ9197

**Ajay Singh Chauhan**  
Partner  
Membership No. 137918  
UDIN: 22137918AHVBOX7170

Date : April 26, 2022  
Place : Mumbai

Date: April 26, 2022  
Place: Mumbai

Reliance General Insurance Company Limited

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022			
Fire Insurance Business			
Particulars	Schedule	Current Year	Previous Year
Premium Earned (Net)	1	34,41,387	24,36,483
Profit / (Loss) on sale/redemption of Investments (Net)		38,279	61,572
Interest, Dividend & Rent – Gross		2,56,415	2,36,992
Terrorism/Nuclear Pool Income		90,332	54,782
Exchange Gain / (Loss)		37	(37)
<b>TOTAL ( A )</b>		<b>38,26,450</b>	<b>27,89,792</b>
Claims Incurred (Net)	2	13,14,412	13,62,930
Commission	3	(7,12,484)	(1,82,974)
Operating Expenses related to Insurance Business	4	12,98,952	11,84,600
Reserve for Premium Deficiency		-	-
<b>TOTAL ( B )</b>		<b>19,00,880</b>	<b>23,64,556</b>
Operating Profit/(Loss) from Fire Business (C) = (A) - (B)		19,25,570	4,25,236
<b>Appropriations</b>			
Transfer to Shareholders' Accounts		19,25,570	4,25,236
Transfer to Catastrophe Reserve		-	-
Transfer to Other Reserves		-	-
<b>TOTAL ( C )</b>		<b>19,25,570</b>	<b>4,25,236</b>
Significant accounting policies and explanatory notes to accounts to the Financial Statements	16 & 17		

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board of Directors

**For Uttam Abuwala Ghosh & Associates**  
Chartered Accountants (FRN. 111184W)

**Rajendra Chitale**  
Chairman (DIN: 00015986)

**Ajaysingh Chauhan**  
Partner, Membership No. 137918

**Dr. Thomas Mathew**  
Director (DIN: 05203948)

**Mrs. Chhaya Virani**  
Director (DIN : 06953556)

**For Pathak H D & Associates LLP**  
Chartered Accountants (FRN. 107783W / W100593)

**Rakesh Jain**  
Executive Director & CEO  
(DIN : 03645324)

**Hemant K. Jain**  
Chief Financial Officer

**Jigar T. Shah**  
Partner, Membership No. 161851

**Sushil Sojitra**  
Company Secretary &  
Compliance Officer  
(Membership No.: A31993)

Place : Mumbai  
Date : 26th April, 2022

Reliance General Insurance Company Limited

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022			
<b>Marine Insurance Business</b>			
Particulars	Schedule	Current Year	Previous Year
Premium Earned (Net)	1	1,86,909	1,08,235
Profit / (Loss) on sale/redemption of Investments (Net)		3,822	6,064
Interest, Dividend & Rent – Gross		25,601	23,340
Terrorism/Nuclear Pool Income		-	-
Exchange Gain / (Loss)		-	12
<b>TOTAL (A)</b>		<b>2,16,332</b>	<b>1,37,651</b>
Claims Incurred (Net)	2	1,74,399	1,44,284
Commission	3	(20,294)	(14,832)
Operating Expenses related to Insurance Business	4	72,717	52,365
Reserve for Premium Deficiency		-	-
<b>TOTAL (B)</b>		<b>2,26,822</b>	<b>1,81,817</b>
Operating Profit/(Loss) from Marine Business (C) = (A) - (B)		(10,490)	(44,166)
<b>Appropriations</b>			
Transfer to Shareholders' Accounts		(10,490)	(44,166)
Transfer to Catastrophe Reserve		-	-
Transfer to Other Reserves		-	-
<b>TOTAL (C)</b>		<b>(10,490)</b>	<b>(44,166)</b>
Significant accounting policies and explanatory notes to accounts to the Financial Statements	16 & 17		

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Company Secretary &  
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Place : Mumbai  
Date : 26th April, 2022

**Reliance General Insurance Company Limited**

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022			
Miscellaneous Insurance Business			
Particulars	Schedule	Current Year	Previous Year
Premium Earned (Net)	1	4,77,09,686	3,40,66,413
Profit / (Loss) on sale/redemption of Investments (Net)		10,76,352	17,54,934
Interest, Dividend & Rent – Gross		72,09,954	67,54,747
Terrorism/Nuclear Pool Income		21,266	12,891
Contribution from Shareholders Funds towards Excess EOM		34,69,167	25,85,848
Exchange Gain / (Loss)		1,773	(237)
Misc Income		7,039	8,131
<b>TOTAL (A)</b>		<b>5,94,95,237</b>	<b>4,51,82,727</b>
Claims Incurred (Net)	2	3,83,10,979	2,76,27,041
Commission	3	(7,50,510)	(16,03,541)
Operating Expenses related to Insurance Business	4	1,69,34,666	1,45,83,804
Reserve for Premium Deficiency		-	-
<b>TOTAL (B)</b>		<b>5,44,95,135</b>	<b>4,06,07,304</b>
Operating Profit/(Loss) from Miscellaneous Business (C) = (A) - (B)		<b>50,00,102</b>	<b>45,75,423</b>
<b>Appropriations</b>			
Transfer to Shareholders' Accounts		50,00,102	45,75,423
Transfer to Catastrophe Reserve		-	-
Transfer to Other Reserves		-	-
<b>TOTAL (C)</b>		<b>50,00,102</b>	<b>45,75,423</b>
Significant accounting policies and explanatory notes to accounts to the Financial Statements	16 & 17		

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board of Directors

**For Uttam Abuwala Ghosh & Associates**  
Chartered Accountants (FRN. 111184W)

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Chairman (DIN: 00015986)

**Ajaysingh Chauhan**  
Partner, Membership No. 137918

**Dr. Thomas Mathew**  
Director (DIN: 05203948)

**Mrs. Chhaya Virani**  
Director (DIN : 06953556)

**For Pathak H D & Associates LLP**  
Chartered Accountants (FRN. 107783W / W100593)

**Rakesh Jain**  
Executive Director & CEO  
(DIN : 03645324)

**Hemant K. Jain**  
Chief Financial Officer

**Jigar T. Shah**  
Partner, Membership No. 161851

**Sushil Sojitra**  
Company Secretary &  
Compliance Officer  
(Membership No.: A31993)

Place : Mumbai  
Date : 26th April, 2022



PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022			
Particulars	Current Year		Previous Year
<b>Operating Profit / (Loss)</b>			
a. Fire Insurance	19,25,570		4,25,236
b. Marine Insurance	(10,490)		(44,166)
c. Miscellaneous Insurance	50,00,102		45,75,423
		69,15,182	49,56,493
<b>Income from Investments</b>			
Interest, Dividend & Rent – Gross	18,38,493		14,45,968
Profit on sale/redemption of investments	2,93,864		4,21,997
<b>Less:</b> Loss on sale/redemption of investment	(19,401)		(46,324)
		21,12,956	18,21,641
<b>Other Income</b>			
Profit/(Loss) on sale/discard of assets	1,868		(3,415)
Miscellaneous Income	59,445		12,482
Reversal of Equity impairment			3,01,672
Excess Provision/bad debts Written Back	2,25,327		1,85,472
		2,86,640	4,96,211
<b>TOTAL (A)</b>		93,14,778	72,74,345
<b>Provisions (Other than Taxation)</b>			
(a) For diminution in the value of investment	-		2,59,883
(b) For doubtful debts	5,861		2,28,823
		5,861	4,88,706
<b>Other Expenses</b>			
<b>Expenses other than those related to Insurance Business:</b>			
- Employee's remuneration and welfare benefits	29,727		29,866
- Managerial remuneration	99,900		63,200
- Amortisation of Debenture Expenses	2,915		2,915
- Interest on Statutory Liability	10,749		13,996
- Contribution to policyholders Funds towards Excess EOM (Refer note no.45 of Schedule 17)	34,69,167		25,85,848
- Impairment on Equity Investments	1,07,614	37,20,072	-
Finance Cost		3,977	3,546
Interest on Non Convertible Debenture (Refer note no.19 of Schedule 17)		2,09,300	2,09,082
Bad debt w/off (Net of Provisions)		15,11,383	5,97,322
Corporate Social Responsibility Expense (Refer note no.44 of Schedule 17)		55,827	53,368
Penalty (Refer note no.32 of Schedule 17)		26	1,057
Exchange Gain / (loss)		-	-
<b>TOTAL (B)</b>		55,06,446	40,48,906
<b>Profit / (Loss) Before Tax</b>		38,08,332	32,25,439
<b>Provision for Taxation</b>			
Current Tax		4,72,654	4,46,825
Short Provision for earlier year		5,18,249	1,49,810
Deferred Tax		-	-
MAT Credit (Refer note no.20 of Schedule 17)		3,94,597	5,47,620
<b>Net Profit / (Loss) After Tax</b>		24,22,832	20,81,184
<b>Appropriations:</b>			
(a) Interim dividends paid during the year	-		-
(b) Final dividend	10,062		-
(c) Dividend Distribution Tax	-		-
(d) Debenture Redemption Reserve	-	10,062	-
Profit / (Loss) After appropriations		24,12,770	20,81,184
<b>Balance of Profit / (Loss) brought forward from last year</b>		1,01,52,731	80,71,547
<b>Balance carried forward to Balance Sheet</b>		1,25,65,501	1,01,52,731
<b>Basic Earning Per Share (Refer note no. 40 of Schedule 17)</b>		9.63	8.27
<b>Diluted Earning Per Share (Refer note no. 40 of Schedule 17)</b>		9.56	8.22
<b>Significant accounting policies and explanatory notes to accounts to the Financial Statements ,refer schedule 16 &amp; 17</b>			

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board of Directors

For Uttam Abuwala Ghosh & Associates  
Chartered Accountants (FRN. 111184W)

Rajendra Chitale  
Chairman (DIN: 00015986)

Ajaysingh Chauhan  
Partner, Membership No. 137918

Dr. Thomas Mathew  
Director (DIN: 05203948)

Mrs. Chhaya Virani  
Director (DIN : 06953556)

For Pathak H D & Associates LLP  
Chartered Accountants (FRN. 107783W / W100593)

Rakesh Jain  
Executive Director & CEO  
(DIN : 03645324)

Hemant K. Jain  
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Jigar T. Shah  
Partner, Membership No. 161851

Sushil Sojitra  
Company Secretary & Compliance Officer  
(Membership No.: A31993)

Reliance General Insurance Company Limited

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

**BALANCE SHEET AS AT 31ST MARCH, 2022**

Particulars	Schedule	As at 31st March,2022		As at 31st March,2021	
<b>Sources of funds</b>					
Share Capital	5&5A		25,18,054		25,15,499
Reserves and Surplus	6		2,04,80,178		1,80,27,420
Fair Value Change Account- Shareholder			1,04,146		7,490
Fair Value Change Account- Policyholder			4,25,355		36,335
Borrowings	7		23,00,000		23,00,000
<b>Total</b>			<b>2,58,27,733</b>		<b>2,28,86,744</b>
<b>Application of funds</b>					
Investments- Shareholder	8		2,85,83,621		2,22,73,614
Investments- Policyholder	8A		11,64,79,985		10,80,59,889
Loans	9		-		-
Fixed Assets	10		9,33,657		4,85,787
Deferred Tax Assets (Refer note no.10 of Schedule 17)			3,72,735		3,72,735
Current Assets					
Cash and Bank Balances	11	15,51,699		19,95,451	
Advances and Other Assets	12	2,50,13,557		2,16,69,135	
<b>Sub-Total (A)</b>		<b>2,65,65,256</b>		<b>2,36,64,586</b>	
Current Liabilities	13	12,41,39,279		11,24,87,973	
Provisions	14	2,29,68,242		1,94,81,894	
<b>Sub-Total (B)</b>		<b>14,71,07,521</b>		<b>13,19,69,867</b>	
Net Current Assets (C) = (A) - (B)			(12,05,42,265)		(10,83,05,281)
Miscellaneous Expenditure (to the extent not written off or adjusted)	15		-		-
Debit Balance in Profit & Loss Account			-		-
<b>Total</b>			<b>2,58,27,733</b>		<b>2,28,86,744</b>

Significant accounting policies and explanatory notes to accounts to the Financial Statements ,refer schedule 16 & 17

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board of Directors

**For Uttam Abuwala Ghosh & Associates**  
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Director (DIN: 05203948)

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Director (DIN : 06953556)

**For Pathak H D & Associates LLP**  
Chartered Accountants (FRN. 107783W / W100593)

**Rakesh Jain**  
Executive Director &  
CEO(DIN: 03645324)

**Hemant K. Jain**  
Chief Financial Officer

**Jigar T. Shah**  
Partner, Membership No. 161851

**Sushil Sojitra**  
Company Secretary & Compliance Officer  
(Membership No.: A31993)

Place : Mumbai  
Date : 26th April, 2022

**Reliance General Insurance Company Limited**

Registration No. and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

**RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022**

(Rs. in '000)

Particulars	Current Year		Previous Year	
<b>Cash flows from operating activities :</b>				
Direct Premiums received	9,23,61,896		7,93,01,348	
Payment to re-insurers, net of commissions and claims	(1,57,47,549)		(1,22,55,819)	
Payment to co-insurers, net of claims recovery	(13,64,710)		(3,12,291)	
Direct Claims Paid	(4,69,99,445)		(4,02,80,683)	
Direct Commission / Brokerage Payments	(51,95,616)		(42,21,594)	
Payment of other operating expenses	(1,91,36,654)		(1,41,92,580)	
Preliminary and pre-operating expenses	-		-	
Deposits, Advances, and Staff loans	(17,65,618)		5,16,205	
GST/Service Tax (Net)	(2,92,962)		10,65,884	
Income tax paid (Net)	(7,42,364)		(7,40,556)	
Misc Receipts/payments	38,188		37,509	
<b>Cash flow before extraordinary items</b>		<b>11,55,166</b>		<b>89,17,423</b>
Cash flow from extraordinary operations		-		-
<b>Cash flow from operating activities</b>		<b>11,55,166</b>		<b>89,17,423</b>
<b>Cash flows from investing activities :</b>				
Purchase of investments	(11,57,84,767)		(14,83,78,697)	
Sale of Investments (Including gain/ Loss)	10,51,22,423		13,15,27,000	
Purchase of fixed Assets	(7,79,029)		(3,35,887)	
Proceeds from sale of fixed assets	1,00,621		96,558	
Rent/ Interest/ Dividends received	94,66,870		86,10,855	
Investment in money market instruments and in liquid mutual funds (Net)	(15,42,646)		(23,16,110)	
Repayment received on Loan Given	-		-	
Expenses related to investments	(29,730)		(29,863)	
<b>Cash flow from investing activities</b>		<b>(34,46,258)</b>		<b>(1,08,26,144)</b>
<b>Cash flows from financing activities :</b>				
Proceeds from Issuance of Share Capital	42,542		-	
Share Application Money Received	-		-	
Proceeds from borrowings (Net)	-		-	
Repayment of borrowings	-		-	
Borrowings issue expenses	-		-	
Interest/ Dividend Paid	(2,22,766)		(2,13,419)	
<b>Cash flow from financing activities</b>		<b>(1,80,224)</b>		<b>(2,13,419)</b>
<b>Net increase in cash &amp; cash equivalents</b>		<b>(24,71,316)</b>		<b>(21,22,140)</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>(21,06,753)</b>		<b>15,387</b>
<b>Cash and cash equivalents at the end of the year including Bank Overdraft</b>		<b>(45,78,069)</b>		<b>(21,06,753)</b>
<b>Cash and cash Equivalents at the end of the year:</b>				
Cash & Bank balance as per schedule		15,51,699		19,95,451
Less: Temporary book over draft as per schedule 13		61,29,768		41,02,204
<b>Cash and Cash Equivalents at the end including Bank Overdraft</b>		<b>(45,78,069)</b>		<b>(21,06,753)</b>

**Significant accounting policies and explanatory notes to accounts to the Financial Statements ,refer schedule 16 & 17**

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Company Secretary & Compliance Officer  
(Membership No.: A31993)

Place : Mumbai  
Date : 26th April, 2022

Reliance General Insurance Company Limited

**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022**
**Schedule- 1**
**Premium Earned (Net of Goods and Service Tax)**

(Rs. In '000)

Particulars	Financial Year	Premium from direct business written	Premium on reinsurance accepted	Premium on reinsurance ceded	Net Premium (3+4-5)	Change in reserve for unexpired risks	Net Premium Earned (6+7)
1	2	3	4	5	6	7	8
Fire	Current Year	93,81,317	8,75,778	68,93,923	33,63,172	78,215	34,41,387
	Previous Year	87,43,342	8,90,707	68,82,711	27,51,338	(3,14,855)	24,36,483
Marine Cargo	Current Year	9,18,649	5,624	7,34,900	1,89,373	253	1,89,626
	Previous Year	7,28,188	13,072	6,16,158	1,25,102	(23,284)	1,01,818
Marine Hull	Current Year	1,63,346	-	1,60,327	3,019	(5,736)	(2,717)
	Previous Year	1,17,834	-	1,20,549	(2,715)	9,132	6,417
<b>Marine Total</b>	Current Year	10,81,995	5,624	8,95,227	1,92,392	(5,483)	1,86,909
	Previous Year	8,46,022	13,072	7,36,707	1,22,387	(14,152)	1,08,235
Motor OD	Current Year	1,62,55,168	-	73,39,339	89,15,829	9,53,224	98,69,053
	Previous Year	1,31,45,267	-	31,74,688	99,70,579	(19,22,807)	80,47,772
Motor TP	Current Year	2,21,89,870	-	12,80,355	2,09,09,515	(33,13,257)	1,75,96,258
	Previous Year	2,25,90,698	-	75,12,707	1,50,77,991	(27,99,756)	1,22,78,235
<b>Motor Total</b>	Current Year	3,84,45,038	-	86,19,694	2,98,25,344	(23,60,033)	2,74,65,311
	Previous Year	3,57,35,965	-	1,06,87,395	2,50,48,570	(47,22,563)	2,03,26,007
Employer's Liability	Current Year	2,98,340	-	14,917	2,83,423	(24,610)	2,58,813
	Previous Year	2,32,096	-	11,605	2,20,491	(26,639)	1,93,852
Public Liability	Current Year	3,24,566	37,953	1,56,576	2,05,943	(6,394)	1,99,549
	Previous Year	2,95,472	15,523	1,72,035	1,38,960	(3,325)	1,35,635
Engineering	Current Year	16,78,619	39,619	13,18,903	3,99,335	1,166	4,00,501
	Previous Year	14,00,873	30,056	10,91,291	3,39,638	5,478	3,45,116
Aviation	Current Year	3,38,700	-	2,70,848	67,852	(449)	67,403
	Previous Year	2,75,868	-	2,27,181	48,687	318	49,005
Personal Accident	Current Year	9,70,608	-	4,02,609	5,67,999	(85,233)	4,82,766
	Previous Year	5,35,467	-	1,55,525	3,79,942	(55,560)	3,24,382
Health	Current Year	1,02,38,713	-	14,29,480	88,09,233	(10,23,801)	77,85,432
	Previous Year	90,14,996	-	18,92,085	71,22,911	(3,24,032)	67,98,879
Weather and Crop Insurance	Current Year	3,07,84,598	-	2,00,54,466	1,07,30,132	-	1,07,30,132
	Previous Year	2,55,64,803	-	1,99,64,469	56,00,334	2,939	56,03,273
Other Misc.	Current Year	5,47,111	(1)	1,95,258	3,51,852	(32,073)	3,19,779
	Previous Year	4,57,896	1,877	1,65,710	2,94,063	(3,799)	2,90,264
<b>Misc Total</b>	Current Year	8,36,26,293	77,571	3,24,62,751	5,12,41,113	(35,31,427)	4,77,09,686
	Previous Year	7,35,13,436	47,456	3,43,67,296	3,91,93,596	(51,27,183)	3,40,66,413
<b>Total</b>	Current Year	9,40,89,605	9,58,973	4,02,51,901	5,47,96,677	(34,58,695)	5,13,37,982
<b>Total</b>	Previous Year	8,31,02,800	9,51,235	4,19,86,714	4,20,67,321	(54,56,190)	3,66,11,131

Reliance General Insurance Company Limited

**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022**

Schedule- 2

Claims Incurred (Net)

(Rs. In '000)

Particulars	Financial Year	Claims Paid from direct business written	Claims Paid on reinsurance Accepted	Claims Recovered on reinsurance ceded	Net Claims Paid (3+4-5)	Out-standing Claims at the end of the Year	Out-standing Claims at the beginning of the Year	Net Claims Incurred (6+7-8)
1	2	3	4	5	6	7	8	9
Fire	Current Year	22,23,429	2,26,741	16,28,571	8,21,599	21,58,034	16,65,221	13,14,412
	Previous Year	26,88,022	1,44,224	20,82,600	7,49,646	16,65,221	10,51,937	13,62,930
Marine Cargo	Current Year	7,87,812	10,929	6,86,473	1,12,268	3,09,116	2,45,727	1,75,657
	Previous Year	6,45,442	29,005	5,85,799	88,648	2,45,727	1,96,642	1,37,733
Marine Hull	Current Year	1,47,487	-	1,46,929	558	7,047	8,863	(1,258)
	Previous Year	17,731	-	17,029	702	8,863	3,014	6,551
Marine Total	Current Year	9,35,299	10,929	8,33,402	1,12,826	3,16,163	2,54,590	1,74,399
	Previous Year	6,63,173	29,005	6,02,828	89,350	2,54,590	1,99,656	1,44,284
Motor OD	Current Year	86,39,412	-	25,97,216	60,42,196	16,71,020	20,23,249	56,89,967
	Previous Year	62,39,599	-	15,62,701	46,76,898	20,23,249	17,19,335	49,80,812
Motor TP	Current Year	79,91,811	-	17,99,052	61,92,759	6,06,86,911	5,18,14,072	1,50,65,598
	Previous Year	46,88,635	-	10,01,795	36,86,840	5,18,14,072	4,48,53,116	1,06,47,796
Motor Total	Current Year	1,66,31,223	-	43,96,268	1,22,34,955	6,23,57,931	5,38,37,321	2,07,55,565
	Previous Year	1,09,28,234	-	25,64,496	83,63,738	5,38,37,321	4,65,72,451	1,56,28,608
Employer's Liability	Current Year	1,56,175	-	7,895	1,48,280	4,18,960	3,31,274	2,35,966
	Previous Year	58,811	-	3,021	55,790	3,31,274	2,55,707	1,31,357
Public Liability	Current Year	14,389	-	2,996	11,393	2,13,529	1,91,032	33,890
	Previous Year	24,053	-	1,286	22,767	1,91,032	2,22,340	(8,541)
Engineering	Current Year	3,56,521	5,396	2,11,701	1,50,216	3,17,453	2,82,886	1,84,783
	Previous Year	11,55,020	14,864	9,66,534	2,03,350	2,82,886	4,16,962	69,274
Aviation	Current Year	41,905	-	41,874	31	1,86,633	41,895	1,44,769
	Previous Year	1,95,166	-	1,95,127	39	41,895	8,918	33,016
Personal Accident	Current Year	4,42,457	634	1,86,276	2,56,815	6,34,283	3,95,037	4,96,061
	Previous Year	1,90,482	408	41,529	1,49,361	3,95,037	3,65,948	1,78,450
Health	Current Year	92,21,931	33	13,27,949	78,94,015	29,46,679	31,70,742	76,69,952
	Previous Year	93,78,195	-	20,38,128	73,40,067	31,70,742	39,96,089	65,14,720
Weather and Crop Insurance	Current Year	1,67,28,912	-	1,17,78,484	49,50,428	85,13,766	48,28,622	86,35,572
	Previous Year	1,48,19,167	-	1,11,28,380	36,90,787	48,28,622	35,24,092	49,95,317
Other Misc.	Current Year	3,13,342	-	1,73,958	1,39,384	1,73,651	1,58,614	1,54,421
	Previous Year	1,71,355	1	18,032	1,53,324	1,58,614	2,27,098	84,840
Misc Total	Current Year	4,39,06,855	6,063	1,81,27,401	2,57,85,517	7,57,62,885	6,32,37,423	3,83,10,979
	Previous Year	3,69,20,483	15,273	1,69,56,533	1,99,79,223	6,32,37,423	5,55,89,605	2,76,27,041
Total	Current Year	4,70,65,583	2,43,733	2,05,89,374	2,67,19,942	7,82,37,082	6,51,57,234	3,97,99,790
	Previous Year	4,02,71,678	1,88,502	1,96,41,961	2,08,18,219	6,51,57,234	5,68,41,198	2,91,34,255

**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022**

Schedule- 3

Commission (Net)

(Rs. In '000)

Particulars	Financial Year	Commission Paid	Commission paid on reinsurance accepted	Commission received from reinsurance ceded	Net commission (3+4-5)
1	2	3	4	5	6
Fire	Current Year	7,80,776	60,311	15,53,571	(7,12,484)
	Previous Year	7,53,260	37,416	9,73,650	(1,82,974)
Marine Cargo	Current Year	1,07,792	542	1,13,790	(5,456)
	Previous Year	85,358	1,465	95,952	(9,129)
Marine Hull	Current Year	(236)	-	14,602	(14,838)
	Previous Year	953	-	6,656	(5,703)
<b>Marine Total</b>	<b>Current Year</b>	<b>1,07,556</b>	<b>542</b>	<b>1,28,392</b>	<b>(20,294)</b>
	Previous Year	86,311	1,465	1,02,608	(14,832)
Motor OD	Current Year	30,01,357	-	29,44,604	56,753
	Previous Year	24,10,695	-	6,71,124	17,39,571
Motor TP	Current Year	2,92,046	-	(2,79,344)	5,71,390
	Previous Year	2,88,548	-	23,05,899	(20,17,351)
<b>Motor Total</b>	<b>Current Year</b>	<b>32,93,403</b>	<b>-</b>	<b>26,65,260</b>	<b>6,28,143</b>
	Previous Year	26,99,243	-	29,77,023	(2,77,780)
Employer's Liability	Current Year	34,690	-	3,766	30,924
	Previous Year	28,159	-	2,843	25,316
Public Liability	Current Year	38,227	6,301	1,318	43,210
	Previous Year	31,190	359	16,814	14,735
Engineering	Current Year	1,18,268	3,496	1,02,573	19,191
	Previous Year	1,14,487	3,157	67,797	49,847
Aviation	Current Year	3,073	-	15,487	(12,414)
	Previous Year	1,952	-	6,726	(4,774)
Personal Accident	Current Year	88,407	-	2,65,969	(1,77,562)
	Previous Year	46,441	-	56,365	(9,924)
Health	Current Year	6,88,736	-	4,74,574	2,14,162
	Previous Year	5,48,409	-	3,00,993	2,47,416
Weather and Crop Insurance	Current Year	-	-	15,37,487	(15,37,487)
	Previous Year	-	-	16,58,769	(16,58,769)
Other Misc.	Current Year	53,090	(1)	11,766	41,323
	Previous Year	38,362	270	28,240	10,392
<b>Misc Total</b>	<b>Current Year</b>	<b>43,17,894</b>	<b>9,796</b>	<b>50,78,200</b>	<b>(7,50,510)</b>
	Previous Year	35,08,243	3,786	51,15,570	(16,03,541)
<b>Total</b>	<b>Current Year</b>	<b>52,06,226</b>	<b>70,649</b>	<b>67,60,163</b>	<b>(14,83,288)</b>
<b>Total</b>	<b>Previous Year</b>	<b>43,47,814</b>	<b>42,667</b>	<b>61,91,828</b>	<b>(18,01,347)</b>

Schedule- 3A

Commission Paid - Direct

(Rs. In '000)

Particulars	Paid in India		Paid Outside India	
	Current Year	Previous Year	Current Year	Previous Year
Agents	7,33,279	8,33,243	-	-
Brokers	30,46,697	23,94,685	-	-
Corporate agency	10,81,117	7,86,539	-	-
Web Aggregator	13,664	41,029	-	-
Common Service Center (CSC)	17,677	16,487	-	-
Motor Insurance Service Provider (MISP)	83,665	82,569	-	-
Point of Sale Person (POSP)	2,29,465	1,92,856	-	-
Others	662	407	-	-
<b>Total</b>	<b>52,06,226</b>	<b>43,47,814</b>	<b>-</b>	<b>-</b>

Reliance General Insurance Company Limited

**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**Schedule-4 Operating Expenses related to insurance business**

(Rs. In '000)

Particulars	2021-22				2020-21			
	Fire	Marine	Miscellaneous*	Total	Fire	Marine	Miscellaneous*	Total
Employees' remuneration & welfare benefits	2,96,709	16,973	43,24,779	46,38,461	3,10,827	13,826	40,25,499	43,50,152
Company's contribution to Provident fund and others	19,358	1,107	2,72,678	2,93,143	15,267	679	1,82,624	1,98,570
Travel, conveyance and vehicle running expenses	10,513	601	1,57,425	1,68,539	7,225	321	1,03,424	1,10,970
Rents, rates & taxes	13,207	756	2,11,647	2,25,610	16,353	727	2,32,953	2,50,033
Repairs	35,177	2,012	5,35,826	5,73,015	43,906	1,953	6,26,404	6,72,263
Printing & Stationery	1,566	90	24,137	25,793	2,250	100	32,415	34,765
Communication expenses	7,935	454	1,20,987	1,29,376	8,539	380	1,21,787	1,30,706
Postage expenses	2,251	129	34,366	36,746	1,516	67	21,642	23,225
Legal & professional charges	11,741	745	2,13,422	2,25,908	4,955	253	99,356	1,04,564
<b>Auditors Fees, expenses, etc.</b>	-	-	-	-	-	-	-	-
a. As auditor	238	14	3,633	3,885	380	17	5,418	5,815
b. As advisor or in any other capacity, in respect	-	-	-	-	-	-	-	-
(i) Taxation matters	-	-	-	-	-	-	-	-
(ii) Insurance matters	-	-	-	-	-	-	-	-
(iii) Management services; and	-	-	-	-	-	-	-	-
c. In any other capacity	-	-	-	-	-	-	-	-
Advertisement and Publicity	8,26,863	47,301	96,69,787	1,05,43,951	7,09,686	31,568	83,06,139	90,47,393
Bank Charges & interest expenses others	11,404	652	1,73,594	1,85,650	10,650	474	1,51,697	1,62,821
GST Expenses	1,210	69	1,43,511	1,44,790	992	44	1,21,507	1,22,543
<b>Others :</b>	-	-	-	-	-	-	-	-
Directors' Sitting fees	212	12	3,235	3,459	193	9	2,748	2,950
Entertainment Expenses	2,644	151	34,132	36,927	1,354	60	15,802	17,216
Office Maintenance Expenses	9,273	530	1,41,289	1,51,092	8,630	384	1,22,932	1,31,946
Training & Recruitment Expenses	13,844	792	2,11,161	2,25,797	4,505	200	63,996	68,701
Depreciation	14,264	816	2,17,327	2,32,407	10,599	471	1,50,996	1,62,066
Office Management Expenses	1,128	65	17,180	18,373	3,924	177	55,901	60,002
Subscriptions and Membership Fees	3,578	205	54,507	58,290	3,469	154	49,422	53,045
Coinurance Expenses (net)	15,245	-787	9,651	24,109	18,675	470	10,007	29,152
Weather Insurance Charges	-	-	3,50,457	3,50,457	-	-	61,950	61,950
Miscellaneous expenses	592	30	9,935	10,557	705	31	19,185	19,921
<b>Total</b>	<b>12,98,952</b>	<b>72,717</b>	<b>1,69,34,666</b>	<b>1,83,06,335</b>	<b>11,84,600</b>	<b>52,365</b>	<b>1,45,83,804</b>	<b>1,58,20,769</b>

\*Sub segment wise breakup as per schedule-4A

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Schedule-4A Operating Expenses related to insurance business

Particulars	2021-22											
	Motor OD	Motor TP	Motor Total	Employer's Liability	Public Liability	Engineering	Aviation	Personal Accident	Health	Weather and Crop Insurance	Other Miscellaneous	Total Miscellaneous
Employees' remuneration & welfare benefits	7,43,928	17,44,669	24,88,597	25,004	18,169	35,230	5,986	46,889	7,27,218	9,46,644	31,042	43,24,779
Company's contribution to Provident fund and others	46,105	1,08,126	1,54,231	1,631	1,185	2,299	391	2,977	46,176	61,763	2,025	2,72,678
Travel, conveyance and vehicle running expenses	27,502	64,497	91,999	886	644	1,248	212	1,652	25,627	34,057	1,100	1,57,425
Rents, rates & taxes	35,013	82,114	1,17,127	1,113	809	1,568	266	2,231	34,595	52,556	1,382	2,11,647
Repairs	93,256	2,18,705	3,11,961	2,964	2,154	4,177	710	5,941	92,141	1,12,098	3,680	5,35,826
Printing & Stationery	4,242	9,947	14,189	132	96	186	32	261	4,045	5,033	163	24,137
Communication expenses	21,063	49,398	70,461	669	486	942	160	1,340	20,782	25,317	830	1,20,987
Postage expenses	5,988	14,043	20,031	190	138	267	45	380	5,896	7,183	236	34,366
Legal & professional charges	38,311	89,848	1,28,159	1,123	712	1,375	233	4,258	39,102	36,864	1,596	2,13,422
<b>Auditors Fees, expenses, etc.</b>	-	-	-	-	-	-	-	-	-	-	-	-
a. As auditor	632	1,482	2,114	20	15	28	5	40	625	761	25	3,633
b. As advisor or in any other capacity, in respect	-	-	-	-	-	-	-	-	-	-	-	-
(i) Taxation matters	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Insurance matters	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Management services; and	-	-	-	-	-	-	-	-	-	-	-	-
c. In any other capacity	-	-	-	-	-	-	-	-	-	-	-	-
Advertisement and Publicity	21,96,229	51,50,624	73,46,853	69,682	50,633	98,180	16,682	1,39,647	18,61,268	337	86,505	96,69,787
Bank Charges & interest expenses others	30,205	70,837	1,01,042	698	698	1,353	230	1,924	29,844	36,351	1,192	1,73,594
GST Expenses	3,207	7,521	10,728	102	74	144	24	204	7,449	1,24,659	127	1,43,511
<b>Others :</b>	-	-	-	-	-	-	-	-	-	-	-	-
Directors' Sitting fees	563	1,320	1,883	18	13	25	4	36	556	678	22	3,235
Entertainment Expenses	5,626	13,626	19,252	223	162	314	53	351	5,451	6,480	277	34,132
Office Maintenance Expenses	24,584	57,655	82,239	781	568	1,101	187	1,566	24,290	29,587	970	1,41,289
Training & Recruitment Expenses	36,529	85,668	1,22,197	1,167	848	1,644	279	2,359	36,582	44,638	1,447	2,11,161
Depreciation	37,814	88,683	1,26,497	1,202	873	1,694	288	2,409	37,362	45,509	1,493	2,17,327
Office Management Expenses	2,989	7,010	9,999	95	69	134	23	190	2,954	3,588	118	17,180
Subscriptions and Membership Fees	9,484	22,242	31,726	301	219	425	72	604	9,371	11,414	375	54,507
Coinurance Expenses (net)	(2)	(4)	(6)	35	267	1,570	828	395	5,641	(2)	923	9,651
Weather Insurance Charges	-	-	-	-	-	-	-	-	-	3,50,457	-	3,50,457
Miscellaneous expenses	2,026	4,752	6,778	49	36	70	12	99	1,540	1,292	59	9,935
<b>Total</b>	<b>33,65,294</b>	<b>78,92,332</b>	<b>1,12,57,626</b>	<b>1,08,347</b>	<b>78,868</b>	<b>1,53,974</b>	<b>26,722</b>	<b>2,15,753</b>	<b>30,18,515</b>	<b>19,39,274</b>	<b>1,35,587</b>	<b>1,69,34,666</b>

Particulars	2020-21											
	Motor OD	Motor TP	Motor Total	Employer's Liability	Public Liability	Engineering	Aviation	Personal Accident	Health	Weather and Crop Insurance	Other Miscellaneous	Total Miscellaneous
Employees' remuneration & welfare benefits	10,00,608	15,13,167	25,13,775	24,910	15,699	38,370	5,500	38,554	7,22,783	6,32,687	33,221	40,25,499
Company's contribution to Provident fund and others	44,475	67,258	1,11,733	1,223	771	1,885	270	1,724	32,311	31,075	1,632	1,82,624
Travel, conveyance and vehicle running expenses	26,631	40,273	66,904	579	365	892	128	924	17,321	15,539	772	1,03,424
Rents, rates & taxes	59,262	89,618	1,48,880	1,311	826	2,019	289	2,258	42,336	33,286	1,748	2,32,953
Repairs	1,59,110	2,40,614	3,99,724	3,519	2,218	5,420	777	6,063	1,14,149	89,841	4,693	6,26,404
Printing & Stationery	8,316	12,576	20,892	180	114	278	40	307	5,765	4,600	239	32,415
Communication expenses	31,016	46,903	77,919	684	431	1,054	151	1,180	22,118	17,336	914	1,21,787
Postage expenses	5,513	8,337	13,850	121	77	187	27	209	3,923	3,086	162	21,642
Legal & professional charges	26,268	39,723	65,991	495	244	591	84	2,803	18,551	9,652	945	99,356
<b>Auditors Fees, expenses, etc.</b>	-	-	-	-	-	-	-	-	-	-	-	-
a. As auditor	1,378	2,084	3,462	30	19	47	7	53	985	774	41	5,418
b. As advisor or in any other capacity, in respect	-	-	-	-	-	-	-	-	-	-	-	-
(i) Taxation matters	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Insurance matters	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Management services; and	-	-	-	-	-	-	-	-	-	-	-	-
c. In any other capacity	-	-	-	-	-	-	-	-	-	-	-	-
Advertisement and Publicity	25,82,378	39,05,197	64,87,575	56,874	35,844	87,607	12,558	98,003	14,51,827	-	75,851	83,06,139
Bank Charges & interest expenses others	38,591	58,359	96,950	853	538	1,315	188	1,471	27,569	21,676	1,137	1,51,697
GST Expenses	3,594	5,436	9,030	79	50	122	18	137	17,976	93,989	106	1,21,507
<b>Others :</b>	-	-	-	-	-	-	-	-	-	-	-	-
Directors' Sitting fees	699	1,057	1,756	15	10	24	3	27	499	393	21	2,748
Entertainment Expenses	3,852	5,825	9,677	108	68	167	24	136	2,548	2,929	145	15,802
Office Maintenance Expenses	31,273	47,293	78,566	692	436	1,065	153	1,192	22,341	17,566	921	1,22,932
Training & Recruitment Expenses	16,088	24,329	40,417	361	228	556	80	605	11,348	9,921	480	63,996
Depreciation	38,414	58,091	96,505	849	535	1,308	188	1,464	27,440	21,574	1,133	1,50,996
Office Management Expenses	14,221	21,506	35,727	314	198	484	69	542	10,159	7,988	420	55,901
Subscriptions and Membership Fees	12,573	19,013	31,586	278	175	428	61	479	8,982	7,062	371	49,422
Coinurance Expenses (net)	34	51	85	51	340	3,109	765	297	5,387	-	(27)	10,007
Weather Insurance Charges	-	-	-	-	-	-	-	-	-	61,950	-	61,950
Miscellaneous expenses	6,294	9,518	15,812	57	36	87	13	98	1,880	1,125	77	19,185
<b>Total</b>	<b>41,10,588</b>	<b>62,16,228</b>	<b>1,03,26,816</b>	<b>93,583</b>	<b>59,222</b>	<b>1,47,015</b>	<b>21,393</b>	<b>1,58,526</b>	<b>25,68,198</b>	<b>10,84,049</b>	<b>1,25,002</b>	<b>1,45,83,804</b>



# Reliance General Insurance Company Limited

## SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

### Schedule-5 Share Capital (Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
<b>Authorized Capital</b> 30,00,00,000 (Previous Year 30,00,00,000 ) Equity Shares of Rs10 each		30,00,000		30,00,000
<b>Issued Capital</b> 25,18,05,370 (Previous Year 25,15,49,920) Equity Shares of Rs10 each		25,18,054		25,15,499
<b>Subscribed Capital</b> 25,18,05,370 (Previous Year 25,15,49,920) Equity Shares of Rs10 each		25,18,054		25,15,499
<b>Called Up Capital</b> 25,18,05,370 (Previous Year 25,15,49,920) Equity Shares of Rs10 each		25,18,054		25,15,499
Less: Calls Unpaid		-		-
Add : Equity Share forfeited (Amount originally paid up)		-		-
Less: Par value of Equity shares bought back		-		-
Less:(i) Preliminary Expenses to the extent not written off		-		-
(ii) Expenses including commission or brokerage on underwriting or subscription of shares		-		-
<b>Total</b>		<b>25,18,054</b>		<b>25,15,499</b>

Note: Out of above 25,15,49,920 shares ( 25,15,49,920 Equity shares as at 31.03.2021) are held by Holding Company, Reliance Capital Limited.

### Schedule-5A Pattern of Share Holding (As certified by the Management)

Shareholder	As at 31st March,2022		As at 31st March 2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
<b>Promoters</b>				
Holding Company- Indian	25,15,49,920	99.90%	25,15,49,920	100.00%
Holding Company- Foreign	-	-	-	-
<b>Others</b>				
Employees	2,55,450	0.10%	-	0.00%
<b>Total</b>	<b>25,18,05,370</b>	<b>100.00%</b>	<b>25,15,49,920</b>	<b>100.00%</b>

### Schedule-6 Reserves and Surplus (Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
Capital Reserve		-		-
Capital Redemption Reserve		-		-
<b>Debenture Redemption Reserve:</b>				
Opening Balance	2,07,639		2,07,639	
Add:- Creation during the period	-		-	
Closing Balance		2,07,639		2,07,639
<b>Share Premium</b>				
Opening Balance	76,67,050		76,67,050	
Less: - Utilized for issue of bonus Share	-		-	
Add :- Addition during the period	39,988		-	
Closing Balance		77,07,038		76,67,050
General Reserve		-		-
Catastrophe Reserve		-		-
Balance in Profit and Loss Account		1,25,65,501		1,01,52,731
<b>Total</b>		<b>2,04,80,178</b>		<b>1,80,27,420</b>

### SCHEDULE - 7 Borrowings (Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
Debentures/ Bonds (Refer note no.19 of Schedule 17)		23,00,000		23,00,000
Banks		-		-
Financial Institutions		-		-
Others		-		-
<b>Total</b>		<b>23,00,000</b>		<b>23,00,000</b>

Reliance General Insurance Company Limited

**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**SCHEDULE - 8 Investments Shareholder**

(Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
<b>LONG TERM INVESTMENTS</b>				
Government securities and Government guaranteed bonds including Treasury Bills	78,34,240		54,60,154	
Other Approved Securities	52,09,405		47,26,715	
<b>Other Investments :</b>				
(a) Shares				
(aa) Equity	-		-	
(bb) Preference	-		-	
(b) Mutual Funds	-		-	
(c) Derivative Instruments	-		-	
(d) Debentures/ Bonds	68,47,072		67,28,046	
(e) Other securities	-		85,449	
(f) Subsidiaries	-		-	
(g) Investment Properties-Real Estate	-		-	
Investments in Infrastructure and social sector	19,74,820		13,99,106	
Other than Approved Investments	3,37,064		2,56,178	
Less - Provision for diminution in the value of investment	(19,773)		(43,198)	
<b>Total Long Term Investments</b>		2,21,82,828		1,86,12,450
<b>SHORT TERM INVESTMENTS</b>				
Government securities and Government guaranteed bonds including Treasury Bills	-		-	
Other Approved Securities	51,888		-	
<b>Other Investments :</b>				
(a) Shares				
(aa) Equity	6,88,581		3,71,316	
(bb) Preference	-		-	
(b) Mutual Funds	1,10,458		5,68,592	
(c) Derivative Instruments	-		-	
(d) Debentures/ Bonds	26,35,531		12,16,711	
(e) Other securities	21,16,869		9,24,770	
(f) Subsidiaries	-		-	
(g) Investment Properties-Real Estate	-		-	
Investments in Infrastructure and social sector	4,90,105		1,69,309	
Other than Approved Investments	3,34,125		4,78,739	
Less - Provision for diminution in the value of investment	(26,764)		(68,273)	
<b>Total Short Term Investments</b>		64,00,793		36,61,164
<b>Total</b>		<b>2,85,83,621</b>		<b>2,22,73,614</b>

1. The value of Investment Other than listed equity shares is as follows:

Particulars	As at 31.03.2022	As at 31.03.2021
Book Value	2,75,44,371	2,18,78,162
Market Value	2,75,92,763	2,21,94,108

2. All the above investments are performing assets except as specified in note no. 27 of Schedule 17

3. The company has segregated the investments separately between policy holders funds and share holders funds on notional basis as per IRDAI circular no. IRDA/F&A/CIR/CPM/056/03/2016 dated 04th April,2016 and IRDA/F&A/CIR/CPM/010/01/2017 dated 12th January 2017.

4. During the year, the Company has written off investments in unsecured Non-Convertible Debentures (NCD's) of Reliance Capital Limited (RCL) amounting Rs.512,167 thousands and carrying provision of 30% on secured investment of Rs.787,245 thousands based on the Prudential Norms for Income Recognition, Asset Classification and Provisioning issued under Insurance Regulatory & Development Authority of India's (IRDAI's) master circular on Preparation of Financial Statements. The management has estimated the realizable value and is confident on 100% realizability of the secured investments. It has followed prudent accounting policy and have taken into consideration substance over form while creating provision on secured NCD's.

# Reliance General Insurance Company Limited

## SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

### SCHEDULE - 8A Investments Policyholder

(Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
<b>LONG TERM INVESTMENTS</b>				
Government securities and Government guaranteed bonds including Treasury Bills	3,19,25,002		2,64,89,802	
Other Approved Securities	2,12,28,645		2,29,31,544	
<b>Other Investments :</b>				
(a) Shares				
(aa) Equity	-		-	
(bb) Preference	-		-	
(b) Mutual Funds	-		-	
(c) Derivative Instruments	-		-	
(d) Debentures/ Bonds	2,79,02,233		3,26,40,952	
(e) Other securities	-		4,14,551	
(f) Subsidiaries	-		-	
(g) Investment Properties-Real Estate	-		-	
Investments in Infrastructure and social sector	80,47,505		67,87,722	
Other than Approved Investments	13,73,552		12,42,834	
Less - Provision for diminution in the value of investment	(80,575)		(2,09,570)	
<b>Total Long Term Investments</b>		9,03,96,362		9,02,97,835
<b>SHORT TERM INVESTMENTS</b>				
Government securities and Government guaranteed bonds including Treasury Bills	-		-	
Other Approved Securities	2,11,445		-	
<b>Other Investments :</b>				
(a) Shares				
(aa) Equity	28,06,010		18,01,428	
(bb) Preference	-		-	
(b) Mutual Funds	4,50,125		27,58,511	
(c) Derivative Instruments	-		-	
(d) Debentures/ Bonds	1,07,39,950		59,02,842	
(e) Other securities	86,26,370		44,86,501	
(f) Subsidiaries	-		-	
(g) Investment Properties-Real Estate	-		-	
Investments in Infrastructure and social sector	19,97,207		8,21,396	
Other than Approved Investments	13,61,577		23,22,600	
Less - Provision for diminution in the value of investment	(1,09,061)		(3,31,224)	
<b>Total Short Term Investments</b>		2,60,83,623		1,77,62,054
<b>Total</b>		<b>11,64,79,985</b>		<b>10,80,59,889</b>

1. The value of Investment Other than listed equity shares is as follows:

Particulars	As at 31.03.2022	As at 31.03.2021
Book Value	11,22,44,971	10,61,41,361
Market Value	11,24,42,173	10,76,74,165

2. All the above investments are performing assets except as specified in note no. 27 of Schedule 17

3. The company has segregated the investments separately between policy holders funds and share holders funds on notional basis as per IRDAI circular no. IRDA/F&A/CIR/CPM/056/03/2016 dated 04th April,2016 and IRDA/F&A/CIR/CPM/010/01/2017 dated 12th January 2017.

4. During the year, the Company has written off investments in unsecured Non-Convertible Debentures (NCD's) of Reliance Capital Limited (RCL) amounting Rs.512,167 thousands and carrying provision of 30% on secured investment of Rs.787,245 thousands based on the Prudential Norms for Income Recognition, Asset Classification and Provisioning issued under Insurance Regulatory & Development Authority of India's (IRDAI's) master circular on Preparation of Financial Statements. The management has estimated the realizable value and is confident on 100% realizability of the secured investments. It has followed prudent accounting policy and have taken into consideration substance over form while creating provision on secured NCD's.

**Reliance General Insurance Company Limited**
**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**
**SCHEDULE - 9 LOANS**
**(Rs. In '000)**

Particulars	As at 31st March,2022		As at 31st March 2021	
SECURITY-WISE CLASSIFICATION				
Secured				
(a) On mortgage of property				
(aa) In India	-		-	
(bb) Outside India	-		-	
(b) On Shares, Bonds, Govt. Securities	-		-	
(c) Others (to be specified)	-		-	
Unsecured	-		-	
<b>TOTAL</b>		-		-
BORROWER-WISE CLASSIFICATION				
(a) Central and State Governments	-		-	
(b) Banks and Financial Institutions	-		-	
(c) Subsidiaries	-		-	
(d) Industrial Undertakings	-		-	
(e) Others - Trustees of Reliance General Insurance Employee's Benefit Trust	-		-	
<b>TOTAL</b>		-		-
PERFORMANCE-WISE CLASSIFICATION				
(a) Loans classified as standard				
(aa) In India	-		-	
(bb) Outside India	-		-	
(b) Non-performing loans less provisions	-		-	
(aa) In India	-		-	
(bb) Outside India	-		-	
<b>TOTAL</b>		-		-
MATURITY-WISE CLASSIFICATION				
(a) Short Term	-		-	
(b) Long Term	-		-	
<b>TOTAL</b>		-		-

**Schedule-11 Cash and Bank Balances**
**(Rs. In '000)**

Particulars	As at 31st March,2022		As at 31st March 2021	
Cash (including cheques, drafts and stamps on hand)		8,398		8,288
Bank Balances				
(a) Deposit Accounts				
(aa) Short - term (due within 12 months)**	34,373		15,706	
(aa) Others	-		-	
(b) Current Accounts*	12,28,893		16,07,104	
(c) Cheques on Hand	2,80,035	15,43,301	3,64,353	19,87,163
Money at Call and Short Notice				
(a) With Bank	-		-	
(b) With other Institutions	-	-	-	-
Others		-		-
<b>Total</b>		<b>15,51,699</b>		<b>19,95,451</b>
Balances with non-scheduled banks included in (Current Accounts) above		-		-
<b>Total</b>		<b>15,51,699</b>		<b>19,95,451</b>

**\*\*Short term deposit represents fixed deposit given to bank for bank guarantee.**
**\*Out of above Rs 126,405 thousand (Rs 125,962 thousand as at 31.03.2021) are earmarked for specified purpose in a separate bank account.**

# Reliance General Insurance Company Limited

## SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

### Schedule-12 Advances and Other Assets

(Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
<b>Advances</b>				
Reserve deposits with Ceding Companies		-		-
Application money for investments		-		-
Prepayments		6,08,486		5,48,963
Advances to Directors/ Officers		-		-
Advance tax paid and taxes deducted at source (net of provision for taxation)		1,63,090		1,01,394
MAT Credit Entitlement		4,17,316		11,23,181
<b>Others</b>				
- Rental & Other Deposits	3,77,229		3,75,665	
- Advances to Staff	16,232		11,718	
- Unutilized Goods and Service Tax Credit	17,99,187		13,49,422	
- Other Advances & Deposits	10,87,086		11,72,373	
	32,79,734		29,09,178	
- Less Provision for doubtful advances	-	32,79,734	(1,56,495)	27,52,683
<b>Other Assets</b>				
Income accrued on investments	32,68,197		34,04,604	
Investments pertaining to Policyholder funds	5,15,442		6,93,601	
Outstanding Premiums	1,13,59,266		87,26,226	
Agents' Balances	4,122		6,573	
Foreign Agency Balances	-		-	
Investments Sales- to be settled	2,93,619		1,10,866	
Repossessed Stock	-		-	
Due from other entities carrying on insurance business	50,54,989		44,08,195	
Less Provision for doubtful debts	(38,332)		(3,00,191)	
Bank Balance on behalf of RHI	87,628	2,05,44,931	93,040	1,71,42,914
<b>Total</b>		<b>2,50,13,557</b>		<b>2,16,69,135</b>

### Schedule-13 Current Liabilities

(Rs. In '000)

Particulars	As at 31st March,2022		As at 31st March 2021	
Agent's Balances		3,07,328		2,81,011
Balances due to other insurance companies		44,63,634		1,20,36,387
Premium received in Advance		80,26,375		71,21,045
Unallocated Premium		38,11,251		56,68,919
Interest Accrued but not due on Borrowings		1,30,740		1,30,167
Sundry Creditors		53,68,098		43,23,789
Claims Outstanding	9,22,31,318		7,60,08,520	
Add : Provision for Doubtful Reinsurance Recoveries	5,861	9,22,37,179	68,864	7,60,77,384
Due to Officers / Directors		-		-
Unclaimed amount of policyholders* (Refer note no.33 of Schedule 17)	7,13,663		7,56,431	
Add: Investment Income accruing on Unclaimed amount* (Refer note no.33 of Schedule 17)	56,704	7,70,367	1,44,206	9,00,637
<b>Others :</b>				
- Payable to policyholders*	2,11,023		51,874	
- Environmental Relief Fund Payable (Refer note no.17 of Schedule 17)	111		212	
- Temporary Book Overdraft as per accounts	61,29,768		41,02,204	
- Investments Purchased-to be settle	5,20,800		-	
- Employee Related Payables	8,23,259		7,42,253	
- Surplus available to RHIL	87,628		93,040	
-Statutory Dues	6,01,302		4,65,441	
- Goods and Service Tax Liability	6,50,416	90,24,307	4,93,610	59,48,634
<b>Total</b>		<b>12,41,39,279</b>		<b>11,24,87,973</b>

\* The company has segregated unclaimed amount of policy holder as per IRDAI Circular Ref: IRDA/F&A/CIR/Misc/282 /11/2020 dated 18th November, 2020

**Reliance General Insurance Company Limited**
**SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**
**Schedule-14 Provisions**
**(Rs. In '000)**

Particulars	As at 31st March,2022		As at 31st March 2021	
Reserve for Unexpired Risk		2,26,60,379		1,92,01,685
For Taxation (less advance tax paid and taxes deducted at source)		-		-
For Final Dividends		-		-
For Dividend distribution tax		-		-
Reserve for Premium Deficiency		-		-
<b>Others :</b>				
- For Gratuity	4,701		11,387	
- For Leave Encashment	9,859		6,822	
- For Phantom Share Liability	1,93,303		1,62,000	
- For Risk Reserves	1,00,000	3,07,863	1,00,000	2,80,209
<b>Total</b>		<b>2,29,68,242</b>		<b>1,94,81,894</b>

**SCHEDULE – 15 Miscellaneous Expenditure**
**(Rs. In '000)**

Particulars	As at 31st March,2022		As at 31st March 2021	
Discount Allowed in issue of shares/ debentures		-		-
Others (to be specified)		-		-
<b>Total</b>		<b>-</b>		<b>-</b>

Reliance General Insurance Company Limited

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Schedule 10 - Fixed Assets

(Rs. In '000)

Description	Gross Block				Depreciation				Net Block
	As at 01-04-21	Additions	Deductions	As at 31-03-2022	As at 01-04-21	Additions	Deductions	As at 31-03-2022	As at 31-03-2022
Furniture & Fittings	99,042	8,122	-	1,07,164	78,759	4,383	-	83,142	24,022
Leasehold Improvements	1,10,842	30,900	-	1,41,742	91,300	21,017	-	1,12,317	29,425
Information Technology Equipment	4,88,630	71,750	27,678	5,32,702	4,41,131	45,453	27,632	4,58,952	73,750
Intangible Asset (Computer Software)	10,17,805	5,74,706	-	15,92,511	7,80,446	1,43,223	-	9,23,669	6,68,842
Vehicles	3,365	615	-	3,980	37	440	-	477	3,503
Office Equipment	2,18,257	21,301	2,007	2,37,551	1,71,018	17,891	1,848	1,87,061	50,490
Plant & Machinery	3,798	-	-	3,798	3,766	-	-	3,766	32
<b>Total</b>	<b>19,41,739</b>	<b>7,07,394</b>	<b>29,685</b>	<b>26,19,448</b>	<b>15,66,457</b>	<b>2,32,407</b>	<b>29,480</b>	<b>17,69,384</b>	<b>8,50,064</b>
Capital WIP	1,10,505	71,734	98,646	83,593	-	-	-	-	83,593
<b>Grand Total</b>	<b>20,52,244</b>	<b>7,79,128</b>	<b>1,28,331</b>	<b>27,03,041</b>	<b>15,66,457</b>	<b>2,32,407</b>	<b>29,480</b>	<b>17,69,384</b>	<b>9,33,657</b>

As at 31.03.2021

Description	Gross Block				Depreciation				Net Block
	As at 01-04-20	Additions	Deductions	As at 31-03-2021	As at 01-04-20	Additions	Deduction	As at 31-03-2021	As at 31-03-2021
Furniture & Fittings	96,473	2,801	232	99,042	75,371	3,500	112	78,759	20,283
Leasehold Improvements	1,01,896	9,423	477	1,10,842	80,357	11,411	468	91,300	19,542
Information Technology Equipment	4,86,963	4,750	3,083	4,88,630	3,85,752	58,215	2,836	4,41,131	47,499
Intangible Asset (Computer Software)	8,32,844	1,84,961	-	10,17,805	7,11,740	68,706	-	7,80,446	2,37,359
Vehicles	14,092	3,365	14,092	3,365	3,972	1,799	5,734	37	3,328
Office Equipment	2,00,564	21,839	4,146	2,18,257	1,56,419	18,435	3,836	1,71,018	47,239
Plant & Machinery	3,798	-	-	3,798	3,766	-	-	3,766	32
<b>Total</b>	<b>17,36,630</b>	<b>2,27,139</b>	<b>22,030</b>	<b>19,41,739</b>	<b>14,17,377</b>	<b>1,62,066</b>	<b>12,986</b>	<b>15,66,457</b>	<b>3,75,282</b>
Capital WIP	92,685	1,08,748	90,928	1,10,505	-	-	-	-	1,10,505
<b>Grand Total</b>	<b>18,29,315</b>	<b>3,35,887</b>	<b>1,12,958</b>	<b>20,52,244</b>	<b>14,17,377</b>	<b>1,62,066</b>	<b>12,986</b>	<b>15,66,457</b>	<b>4,85,787</b>

**SCHEDULE 16 - Significant accounting policies forming part of the financial statements as at March 31, 2022**

**1. Background**

Reliance General Insurance Company Limited (hereinafter referred to as “the Company”) was incorporated on August 17, 2000. The Company is a subsidiary of Reliance Capital Limited. The Company obtained regulatory approval to undertake General Insurance business on October 23, 2000, from the Insurance Regulatory and Development Authority of India (“IRDAI”) and is in the business of underwriting general insurance relating to Fire, Marine and Miscellaneous segments.

The Company’s Unsecured, Subordinated, Fully Paid-up; Listed, Redeemable Non-Convertible Debentures (NCDs) are listed on the Bombay Stock Exchange (BSE).

The Company’s certificate of renewal of registration dated February 25, 2014 was valid till March 31, 2015. Pursuant to section 3 read with section 3A of the Insurance Act, 1938 as amended by the Insurance Laws (Amendments) Act, 2015, said certificate shall consequentially continue to be in force from April 1, 2015 onwards.

**2. Basis of Preparation of Financial Statements**

The financial statements have been prepared and presented on a going concern basis under historical cost convention and on the accrual basis of accounting and in accordance with the provisions of the Insurance Act, 1938, Insurance Laws (Amendment) Act, 2015 (to the extent notified), Insurance Regulatory and Development Authority Act, 1999, The Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor’s Report of Insurance Companies) Regulations 2002, and orders/directions, guidelines and circulars issued by IRDAI in this behalf, the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (to the extent applicable) and the Companies Act, 2013 (to the extent applicable) in the manner so required and current practices prevailing within general insurance operations in India.

The financial statements are presented in Indian rupees rounded off to the nearest thousand.

**3. Use of Estimates**

The preparation of the financial statements is in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities as of the balance sheet date, revenue and expenses for the year ended and disclosure of contingent liabilities as of the balance sheet date. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statement. The estimates and assumptions used in the accompanying financial statements are based upon management’s evaluation of the relevant facts and circumstances as on the date of the financial statements. Any revision to accounting estimates is recognized prospectively in current and future periods.



**4. Revenue Recognition****a. Premium income**

Premium (net of goods and service tax), including reinstatement premium on direct business and reinsurance accepted, is recognized as income at the commencement of risk over the contract period or the period of risk, whichever is appropriate, on a gross basis and for instalment cases, it is recognized on installment due dates. Any subsequent revisions to or cancellations of premium are recognized in the year in which they occur.

In respect of Government Schemes being implemented by the Company for crop and weather insurance, premium is recognized (including share of Central Government and respective State Government) upon remittance of farmer's share received from the Nodal Banks out of such premium collected by them subject to acceptance of proposal/declaration by the Company. Adjustments to premium income for corrections to area covered under crop insurance are recognized in the period in which the information is confirmed by the concerned Government/nodal agency.

In case of long term motor insurance policies for new cars and new two wheelers sold on or after 01<sup>st</sup> September 2018, premium received (net of Goods and Service Tax) for third party liability coverage is recognized equally over the policy period at the commencement of risk on 1/n basis, where "n" denotes the term of the policy in years and premium received for own damage coverage is recognized in proportion to the Insured Declared Value (IDV) from year to year, basis scales of depreciation provided under Indian Motor Tariff.

**b. Commission income from reinsurance ceded**

- i. Commission income on reinsurance ceded is recognized as income in the period in which reinsurance premium is ceded.
- ii. Profit commission under reinsurance treaties, wherever applicable, is recognized in the year in which final determination of the profits and as intimated by reinsurers.

**c. Income earned on investments****i. Interest/dividend Income**

Interest income is recognized on accrual basis. Dividend is recognized when right to receive dividend is established.

**ii. Premium/discount on purchase of investments**

Accretion of discount and amortization of premium relating to debt securities is recognized over the holding / maturity period on constant yield to maturity method.

**iii. Profit/loss on sale of securities**

Realized profit or loss on sale/redemption of securities is recognized on trade date basis. In determining the realized profit and loss, the cost of securities is arrived at on weighted average cost basis. Further, in case of listed equity shares and mutual funds the profit and loss also include accumulated changes in the fair value previously recognized in the fair value change account and includes effects on accumulated fair value changes, previously recognized, for specific investments sold/redeemed during the year.

### 5. **Premium Received in Advance**

Premium received in advance represents premium received in respect of policies issued during the year, where the risk commences subsequent to the balance sheet date and in case of long term motor insurance policies for new cars and new two wheelers sold on or after 1st September, 2018 premium allocated to subsequent periods.

### 6. **Reinsurance Premium**

Insurance premium ceded is accounted in the year in which the risk commences and recognized over the Contract period. Any subsequent revision to refunds & cancellation of policies are recognized in the year in which they occur.

### 7. **Reserve for Unexpired Risk**

Reserve for unexpired risk is made on the amount representing that part of the net premium written which attributable to, and to be allocated to the succeeding accounting period using 1/365 method for all lines of business other than Marine Hull. In case of Marine Hull business 100% of the Net Written Premium during the preceding twelve months is recognized as reserve for Unexpired Risk.

### 8. **Claims Incurred**

Claims incurred comprises of claims paid (net of salvage and other recoveries), change in estimated liability for outstanding claims made following a loss occurrence reported and change in estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER'). Further, claims incurred also include specific claim settlement costs such as survey / legal fees and other directly attributable costs.

Salvage are recognized on realization basis.

Claims (net of amounts receivable from reinsurers/coinsurers) are recognized on the date of intimation using statistical method of estimates certified by Appointed Actuary. These estimates are progressively revalidated on availability of further information.

IBNR represents that amount of claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims IBNER. Estimated liability for claims Incurred but Not Reported ('IBNR') and claims Incurred but Not Enough Reported ('IBNER') is certified by the Appointed Actuary of the Company.

### 9. **Acquisition Cost**

Acquisition costs are costs that vary with and are primarily related to acquisition of insurance contracts and are expensed in the period in which they are incurred. With effect from 1st September ,2018 all motor third party insurance cover for new cars and new two wheelers should mandatorily be for a period of three years and five years respectively. Accordingly, acquisition cost on long term cover shall be recognised in the year in which gross premium is recognised.

### **10. Loans**

Loans are stated at historical cost, subject to provision as per master circular IRDA/F&I/CIR/F&A/231/10/2012 dated October 5th, 2012 and impairment, if any.

### **11. Borrowing Cost**

Borrowing cost, which is directly attributable to a borrowing are expensed over the tenure of the borrowing. Interest costs on borrowings are accrued based on coupon rate.

### **12. Premium Deficiency**

Premium deficiency is recognized if the cost of expected net claim cost, related expenses and maintenance cost exceeds the sum of related premium carried forward to subsequent accounting period as the reserve for unexpired risk. Premium deficiency is recognized at the Company level. The Company considers maintenance cost as relevant cost incurred for ensuring claim handling operations. The Premium Deficiency is calculated and duly certified by the Appointed Actuary of the Company.

### **13. Investments**

- i. Investments maturing within twelve months from the Balance Sheet date are classified as short term investments. Investments other than short term investments are classified as long term investments
- ii. Investments are carried at cost on weighted average basis. Cost includes brokerage, securities transactions tax, stamp duty and other charges incidental to transactions.
- iii. Investment in debt securities is shown in the Balance sheet at historical cost subject to amortization /accretion of the premium/discount over the maturity period based on constant yield to maturity method.
- iv. Investment in equity shares as at the Balance Sheet date is stated at fair value and fair value is the last quoted closing price on the National Stock Exchange. However, in case of any stock not being listed in National Stock Exchange, then the last quoted closing price in Bombay Stock Exchange is taken as fair value. Unrealized gains/losses are credited/debited to fair value change account.
- v. Investment in Mutual Funds units is stated at latest available Net Asset Value (NAV) at the time of valuation as at Balance Sheet date. Unrealized gains/losses are credited/debited to fair value change account.
- vi. In accordance with the regulations, unrealized gain/loss arising due to changes in fair value of listed equity shares is taken to the fair value change account. This balance in the fair value change account is not available for distribution, pending crystallizations.

### **14. Impairment of Investments**

The Company assesses at each Balance Sheet date whether there is any indication that any investment in equity or units of mutual funds is impaired. The impairment loss, other than considered temporary, if any such indication exists, the carrying value of such investment is reduced to its recoverable amount and the impairment loss is recognized in the profit and loss account. If at the Balance Sheet date there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed, and investment is restated to that extent.

**15. Fixed Assets and Depreciation/Amortisation**

- i. Fixed assets are stated at cost less accumulated depreciation/amortization.
- ii. Depreciation on Fixed Assets is provided on straight line method using the rates based on the economic useful life of assets as estimated by the management/limits specified in Schedule II of the Companies Act, 2013.
- iii. Lease Hold Improvements is amortized over the primary period of lease or useful life as determined by management, whichever is lower.
- iv. Capital work-in-progress includes assets not ready for intended use and is carried at cost, comprising direct cost and related incidental expenses.
- v. Assets purchased for value not exceeding Rs. 5000/- is fully depreciated in the year of purchase.
- vi. Useful life of Tangible and Intangible assets estimated by the management are follows:

**Tangible Assets:**

S.No	Description	Useful Life
1	Furniture & Fixtures	10 Years
2	Information Technology Equipment*	2-3 Years
3	Information Technology Equipment (Server)	6 Years
4	Vehicles	8 Years
5	Office Equipment (Camera and Mobile)*	2 Years
6	Office Equipment (Others)	5 Years
7	Plant & Machinery	5 Years

\*Based on technical advice

**Intangible Assets:**

S.No	Description	Useful Life
1	Intangible Asset (Computer Software)*	4 Years

\*Based on technical advice

**16. Impairment of Assets**

The Company assesses at each Balance Sheet Date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its recoverable amount and the impairment loss is recognized in the profit and loss account and reportable revenue segments. If at the Balance Sheet date there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that extent.

**17. Cash and Cash Equivalents**

Cash and Cash equivalents include cash and cheques in hand, bank balances and other investments including fixed deposits with original maturity of twelve months or less which are subject to insignificant risk of changes in value.

### **18. Operating Lease**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease payments of assets/premises taken on operating lease are recognised as an expense in the revenue(s) or profit and loss account over the lease term on straight-line basis.

### **19. Employee Benefits**

#### **I. Short Term Employee Benefits**

All employee benefits payable within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, bonus and other short-term benefits are recognized in the period in which the employee renders the services. All short-term employee benefits are accounted on undiscounted basis.

#### **II. Long Term Employee Benefits**

The Company has both defined contribution and defined benefit plans. The plans are financed by the Company and in the case of some defined contribution plans, by the Company along with its employees.

##### **A. Defined Contribution Plan**

The Company's superannuation scheme and provident fund scheme defined under contribution plans. The contributions paid/payable under the scheme are recognized in the Profit and Loss account and revenue account as applicable.

##### **B. Defined Benefit Plan**

The employee's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined at each balance sheet date based on actuarial valuation carried out by an independent actuary using Projected Unit Credit Method. Actuarial gains and losses are recognized in the Profit and Loss account and revenue account as applicable. To the extent the benefits are already vested, past service cost is recognized.

#### **III. Other Long Term Employee Benefits**

Provision for other long-term benefits that are entitled to be carried forward for future encashment or availment, at the option of the employer subject to the rules framed by the Company which are expected to be availed beyond twelve months from the Balance Sheet date. The Company's liability towards these other long term benefits are accrued and provided for on the basis of an actuarial valuation using Projected Unit Credit Method.

#### **IV. Phantom Stock Option Scheme**

Phantom Stock Option Scheme, 2015 ('the Scheme') are cash settled rights where the Employees are entitled to get cash compensation based on a formula linked to the Fair Market Value of Shares upon exercise of the Phantom Stock Options. The Company's liability towards the scheme is accounted for on the basis of an independent actuarial valuation done as at balance sheet date using Projected Unit

Credit Method and any actuarial gains/losses are charged to the revenue account or the profit and loss account, as applicable over the vesting period on straight line method.

### **V. Employee Stock Option Policy (ESOP)**

The Company follows the intrinsic method for computing the compensation cost for the option granted under the plan. The difference, if any, between the intrinsic value and the exercise price, being the compensation cost is amortized over the vesting period of the options and with a charge to the Revenue Accounts or Profit & Loss Account.

### **20. Foreign Currency Transaction**

Transactions denominated in foreign currencies are recognized in Indian Rupees at the exchange rate prevailing at the time of transaction. Monetary items denominated in foreign currencies at the balance sheet dates are reinstated at the rates prevailing on that date. Non-monetary foreign currency items are carried at cost. Any gain or loss on account of exchange difference either on settlement or on translation is recognized in the Profit & Loss account or Revenue Accounts as applicable.

### **21. Forward Contract Transaction**

In case of forward exchange contracts entered into, to hedge the foreign currency exposure in respect of monetary items, the difference between the exchange rate on the date of such contracts and the period end rate is recognized in the Profit and Loss account or Revenue Accounts as applicable. Any profit / loss arising on cancellation of forward exchange contract is recognized as income or expense of the year.

### **22. Taxation**

The Company provides for Income Tax in accordance with the provisions of Income Tax Act 1961. Provision for Income Tax is made on the basis of estimated taxable income for the year at current rates. Tax expenses comprises of both Current Tax and Deferred Tax at the applicable enacted or substantively enacted rates. Current tax represents the amounts of Income Tax payable/recoverable in respect of the taxable income/loss for the reporting period.

Deferred Tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future, however, where there is unabsorbed depreciation and carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty backed by the convincing evidence of realization of such assets. Deferred tax assets are reviewed as at each Balance Sheet date and are appropriately adjusted to reflect the amount that is reasonably or virtually certain to be realized.

In accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India and in accordance with the provisions of the Income tax Act, 1961, Minimum Alternative Tax (MAT) credit is recognized as an asset to the extent there is convincing evidence that the Company will pay normal income tax in future by way of a credit to the profit and loss account and shown as MAT credit entitlement.

Goods and Service Tax ("GST") collected (net of refunds) is considered as a liability against which GST paid for eligible input services, to the extent claimable, is adjusted and the net liability is

remitted. Unutilized GST credits, if any, are carried forward for adjustment in subsequent periods. At the end of every reporting period, the Company assesses whether the unutilized GST credit are eligible for carry forward as per the related legal provisions. Any ineligible GST credit is expensed out on such determination.

### **23. Allocation of Expenses**

The Company has a Board approved policy for allocation and apportionment of expenses of management amongst various business segments as required by IRDAI (Expenses of Management of Insurers transacting General or Health Insurance Business) Regulations, 2016.

Accordingly, Operating expenses relating to insurance business are allocated to specific classes of business on the following basis:

- i. Expenses, which are attributable and identifiable to the business segments, are directly charged to relevant business segment. This is determined by the management, based on the nature of the expenses and their relationship with various business segments, wherever possible
- ii. Employee's remuneration and welfare expenses relating to underwriting and claims function, which are attributable and identified at Health, Motor and Commercial lines of business, are directly charged to the respective lines of business and the same will further be allocated based on Net Written Premium of respective class of business
- iii. Other expenses, that are not identifiable at the segments, are allocated on the basis of Net Written Premium in each business class, except advertisement and publicity expenses, which are not allocated, where business is sourced through tender bidding towards government sponsored schemes for Health and Crop and Weather.

Further, if operating expenses are within allowable limit at overall level, but is in excess of segmental limits, such excess of segmental limits will be reduced proportionately from each expenditure head and are borne by the shareholders.

Expenses relating to investment activities and interest cost on borrowings are charged to profit and loss account.

### **24. Allocation of Investment Assets**

Investments assets are bifurcated into Policyholders and Shareholders funds on notional basis as prescribed by the Authority. Policyholders funds represent amount equivalent to sum of Outstanding Claims including Incurred but not Reported (IBNR) and Incurred but not Enough Reported (IBNER), Unexpired Risk Reserve (URR), Premium Deficiency, Catastrophe Reserve and Other Liabilities net off other assets as specified by the authority and the balance being disclosed as Shareholders Funds.

### **25. Allocation of Investment Income**

Investment Income has been allocated between revenue accounts and profit and loss account in the ratio, an investment asset bifurcated between policyholders and shareholders. Further, investment income between policyholder's is allocated on the basis of the ratio of average policyholder's funds comprising reserves for unexpired risks, IBNR, IBNER and outstanding claims.

### **26. Earnings per share (EPS)**

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted EPS comprises of weighted average number of shares considered for deriving basic EPS and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

Potential equity shares are deemed to be dilutive only if their conversion of equity shares would decrease the net profit per share from continuing ordinary operations.

### **27. Provision, Contingent Liabilities and Contingent Assets**

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognized but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. Show cause notices issued by various Government Authorities are not considered as Obligation. When the demand notice is raised against such show cause notices and are disputed by the Company, these are classified as disputed obligations. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are neither recognized nor disclosed in the financial statement.



**SCHEDULE – 17 - Notes forming part of the Accounts as on March 31, 2022**

**1. Contingent Liabilities**

(Rs in '000)

Particulars	As at March 31, 2022	As at March 31, 2021
Claims, other than under policies, not acknowledged as debt (Net)	6,54,487	6,53,398
Guarantees given by or on behalf of the Company	35,813	11,267
Statutory demands/liabilities in dispute, not provided for	27,26,610	23,49,458
Others (see note (f) below)	13,925	13,925

**Note:**

- a) The Company has received adverse order on the issue of wrong availment of Cenvat credit amounted to Rs 2,74,566 thousand for the FY 2009 -10 to FY 2012-13. A penalty is also imposed on the said order of Rs 2,74,566 thousand excluding interest as applicable and not quantified in the order. The Company has filed an appeal with CESTAT against the same.
- b) The Company has received adverse order on the issue of wrong availment of Cenvat credit on TP Pool amounted to Rs 4,62,837 thousand for the FY 2011-12. A penalty is also imposed on the said order of Rs 4,62,837 thousand excluding interest as applicable and not quantified in the order. The Company has filed an appeal with CESTAT against the same.
- c) The Company has received adverse order on the issue of wrong availment of Cenvat credit on Services by Motor Vehicle Dealers amounted to Rs 3,35,141 thousand for the FY 2010-11 to 2015-16. A penalty is also imposed on the said order of Rs 2,24,504 thousand excluding interest as applicable and not quantified in the order. The Company has filed an appeal with CESTAT against the same. Show Cause Notice for the subsequent period upto June 2017 has been received amounting to Rs 3,05,439 thousand.
- d) The Company had disputed the demand raised by the income tax department for section 14A disallowance for Rs 367 thousand for A.Y. 2007-08 and Rs.2,621 thousand for A.Y. 2017-18 and penalty u/s 271(1)(c) for Rs.6,580 thousand for A.Y.2008-09.
- e) The Company has disputed the demand raised of Rs. 3,77,151 Thousand raised for AY 2018-19 (FY 2017-18) and has filed a rectification application u/s 154 of the Income Tax Act 1961 and appeal with CIT (A).
- f) Statutory bonus of Rs 13,925 thousand pursuant to retrospective amendment in the Bonus Act, 1965 for financial year 2014-15 have not been provided considering stay orders of Hon'ble Kerala High Court and Karnataka High Court.

## Reliance General Insurance

2. According to the information available with the Company there are no dues (Previous Year Rs Nil) payable to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 as at March 31, 2022.
3. There are no encumbrances to the assets of the Company in and outside India.
4. The Company has not invested any amount in real estate in the current financial year.
5. **Commitments**
  - i. There are no commitments made and outstanding for Loans in the current financial year (Previous year Rs Nil).
  - ii. The commitments made and outstanding for Investments are Rs 2,14,485 thousand (Previous year Rs 52,500 thousand).
  - iii. Estimated amount of commitment pertaining to contracts remaining to be executed in respect of fixed assets (net of advances) is Rs. 4,02,110 thousand (previous year Rs. 1,98,807 thousand).
6. **Premium**
  - i. All premiums net of reinsurance are written and received in India.
  - ii. Premium income recognised on "Varying Risk Pattern" is Rs. Nil. (Previous year Rs. Nil)

7. **Claims**

- i. Claims net of reinsurances are incurred and paid to claimants in/outside India as under:

(Rs in '000)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
In India	2,66,37,478	2,07,32,278
Outside India	82,464	85,941

- ii. There are no claims which are settled and unpaid for a period of more than six months as on the Balance Sheet date.
  - iii. Ageing of gross claims outstanding is set out in the table below:

(Rs in '000)

Particulars	As at March 31, 2022	As at March 31, 2021
More than six months	2,70,44,826	2,57,13,668
Others	86,19,643	79,19,568

- iv. Claims where the claim payment period exceeds four years is Rs. Nil (Previous year Rs. Nil).

**8. Investments**

- i. Value of contracts in relation to investments for:

(Rs. In '000)

Particulars	As at March 31, 2022	As at March 31, 2021
Purchases where deliveries are pending	5,20,800	Nil
Sales where payment are overdue	Nil	Nil
Sales where deliveries are pending	2,93,619	1,10,866

- ii. Historical cost of investments valued at fair value on Balance Sheet date is Rs 66,36,389 thousand (Previous year Rs 71,13,507 thousand).

**9. Employee Benefits**

- i. Defined Contribution Plan: During the year, the Company has recognized Rs.1,85,458 thousand as expenses (Previous year Rs 1,62,127 thousand).
- ii. Defined Benefit Plan: The disclosure required under the Define benefit plan as per AS 15 for gratuity fund is provided below:

(Rs in '000)

Gratuity	For the Year ended March 31,2022	For the Year ended March 31, 2021
<b>I. Assumptions</b>		
Discount Rate	6.90%	6.33%
Rate of Return on Plan Assets	6.90%	6.33%
Salary Escalation	7.00%	7.00%
<b>II. Table Showing Change in Benefit Obligation</b>		
Liability at the beginning of the Year	2,97,476	2,47,926
Interest Cost	18,830	16,264
Current Service Cost	39,751	36,886
Liability Transferred In/Acquisitions	95	2,741
Benefit Paid	(32,753)	(20,305)
Actuarial (Gain)/Loss on Plan Obligation	27,450	13,964
Liability at the end of the year	3,50,849	297,476
<b>III. Tables of Fair value of Plan Assets</b>		
Fair Value of Plan Assets at the beginning of the Year	2,86,089	238,159
Expected Return on Plan Assets	18,109	15,623

## Reliance General Insurance

Contributions	68,489	24,936
Asset Transferred In/Acquisitions	95	2,741
Benefit Paid	(32,753)	(20,305)
Actuarial Gain/(Loss) on Plan Assets	6,119	24,935
Fair Value of Plan Assets at the end of the year	3,46,148	2,86,089
Total Actuarial (Gain)/Loss to be recognized	21,331	(10,971)
<b>IV. Actual Return on Plan Assets</b>		
Expected return on Plan Assets	18,109	15,623
Actuarial Gain/(Loss) on Plan Assets	6,119	24,935
Actual return on Plan Assets	24,228	40,558
<b>V. Amount Recognised in the Balance Sheet</b>		
Liability at the end of the year	3,50,849	2,97,476
Fair Value of Plan Assets at the end of the year	3,46,148	2,86,089
Amount Recognised in the Balance Sheet	4,701	11,387
<b>VI. Expenses Recognised in the Income Statement</b>		
Current Service Cost	39,751	36,886
Interest Cost	18,830	16,264
Expected Return on Plan Assets	(18,109)	(15,623)
Net Actuarial (Gain)/Loss to be recognized	21,331	(10,971)
Expense Recognised in P&L	61,803	26,557
<b>VII. Amount Recognised in the Balance Sheet</b>		
Opening Net Liability	11,387	9,767
Expense as above	61,803	26,557
Employers Contribution Paid	68,489	24,936
Closing Net Liability	4,701	11,387

### Investment pattern of Gratuity Fund:

(Rs. In '000)

Particulars	Invested as on March 31,2022	Invested as on March 31,2021
Insurance Fund	3,46,149	2,86,089

As the gratuity fund is managed by Reliance Nippon Life Insurance Company.

**Experience adjustments**

(Rs in '000)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021	For the Year ended March 31, 2020	For the Year ended March 31, 2019	For the Year ended March 31,2018
Defined benefits obligations	3,50,849	2,97,476	2,47,926	1,91,113	1,59,624
Plan assets	3,46,148	2,86,089	2,38,159	1,86,267	1,52,491
Surplus/ (Deficit)	(4,701)	(11,387)	(9,767)	(4,846)	(7,133)
Experience adjustment for plan liabilities(Gain)/ Losses	46,105	7,120	24,270	23,455	21,660
Experience adjustment for plan Asset Gains/ (losses)	6,119	24,935	(11,493)	1,761	(1,314)

**10. Deferred Taxes**

The deferred tax assets and liabilities arising due to timing differences have been recognized in the financial statements as under:

(Rs in '000)

Particulars	As on March 31 ,2022	As on March 31,2021
<b>Deferred Tax Asset</b>		
Related to Fixed Assets	13,507	54,154
Long Term Employee Benefit	48,650	56,609
Provision for Doubtful Debt/Advances	1,02,197	4,17,894
Disallowance U/s 37 of the Income Tax Act	3,52,352	-
<b>Total</b>	<b>5,16,707</b>	<b>5,28,657</b>
<b>Deferred Tax Asset/(Liability)(Net)</b>	<b>5,16,707</b>	<b>5,28,657</b>
<b>Deferred Tax Expense/(Income) recognised in Profit and Loss A/c</b>	-	-

The Company has Deferred Tax Asset in the form of disallowances under Income Tax Act. The Company has recognised Deferred Tax Asset of Rs 3,72,735 thousand in the books of accounts on conservative basis, excess Deferred Tax has not been recognised in the Books of Accounts.

**11. Phantom Stock Option Scheme (PSOS)**

(i) Details of vesting schedule and condition.

Phantom Stock Options granted under the Scheme would vest within not less than 1 year and not more than 5 years from the last date of vesting of such Phantom Stock Options. Vesting of Phantom

## Reliance General Insurance

Stock Options would be subject to continued employment with the Company and thus the Phantom Stock Options would vest on passage of time.

(ii) Options granted, forfeited and exercised are given below:

Particulars	No. of options	
	As at March 31, 2022	As at March 31, 2021
Outstanding at the beginning	6,85,042	7,83,081
Granted	Nil	Nil
Exercised	20,540	98,039
Lapsed/ Forfeited/Surrendered	Nil	Nil
Outstanding at the end	6,64,502	6,85,042
Exercisable	6,64,502	6,85,042

(iii) Detail of phantom share granted subject to the term and conditions as per Phantom stock scheme.

Particulars		
Date of Grant	October 15, 2015	
Base Price Per Phantom Stock Option	Rs.122 (Post bonus Rs 61)	
Appreciation per Phantom Stock Option	Excess of 'fair market of share on the date of exercise' determined in term of the Phantom Stock Option Scheme over the Base Price'	
Formula for the valuation of the option	Booked value X Fixed Multiplier	
Exercise Period	a. In case of continuation of employment: Vested Phantom Stock Options can be exercised any time up to 3 years from the date of last vesting of Phantom stock Options; and	
	b. In case of cessation of employment: Different periods depending on kind of cessation as per provision of the Phantom Stock Option scheme.	
Settlement of Phantom Stock Options	Within 90 days from the date of exercise by cash.	

(iv) The fair value of the options granted are with following assumptions:

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Discount rate	6.90%	6.33%
Expected Life	1 Year	2 Years

(v) The Company's liability towards the scheme is accounted for on the basis of an independent actuarial valuation. The valuation of the shares is done considering the Project Unit Credit Method and the progression of share price up to the exercise of the option. The total expense/(gain) recognised for the year ended March 31, 2022 is Rs.36,815 thousand (Previous year Rs 71,546 thousand).

## **12. Employee Stock Option Scheme (ESOP)**

The Company had introduced Employee Stock Option Plan (ESOP) in the year 2017. ESOP provides that eligible employee are granted options to acquire equity shares of the Company that vest in graded manner. The Option will vest not earlier than one year and maximum up to 4 Years from the date of grant and are exercisable over a period of 7 years from the date of grant.

The Company had issued 5 Tranche up to 31<sup>st</sup> March 2022. Salient features in relation to the options granted are as follows:

S.No.	Particulars	Grant 2017 (Tranche I)	Grant 2018 (Tranche II)	Grant 2019 (Tranche III)	Grant 2020 (Tranche IV)	Grant 2021 (Tranche V)
1	Date of Grant	August 04, 2017	April 27, 2018	June 28, 2019	April 29, 2020	March 31, 2021
2	No. of options granted	21,97,764	19,15,631	20,59,629	4,36,986	4,62,195
3	Grant price	179	198	206	146	164
4	Graded vesting period					
	1st year	25%	25%	25%	25%	25%
	2nd year	25%	25%	25%	25%	25%
	3rd year	25%	25%	25%	25%	25%
	4th year	25%	25%	25%	25%	25%

A summary of the status of ESOPs scheme in termed of Options Exercised, forfeited, Outstanding and Exercised are as given below:

S.No.	Particulars	Grant 2017	Grant 2018	Grant 2019	Grant 2020	Grant 2021
1	Outstanding at the Beginning of the year	18,52,332	16,58,228	19,49,395	4,36,986	-
2	Granted during the year	-	-	-	-	4,62,195
3	Exercised during the year	1,27,448	10,619	8,137	1,09,246	-
4	Options lapsed/ forfeited/ cancelled	37,716	90,708	1,59,252	-	-
5	Outstanding at the end of the year	16,87,168	15,56,901	17,82,006	3,27,740	4,62,195
6	Unvested at the end of the year	-	3,89,256	8,91,030	3,27,740	4,62,195
7	Vested at the end of the year	16,87,168	11,67,645	8,90,976	-	-
8	Weighted average share price	179	198	206	146	164

## **13. Premium Deficiency Reserve**

In accordance with Insurance Regulatory and Development Authority of India (Asset, Liabilities and Solvency Margin of General Insurance Business) Regulation, 2016, there is no liability towards premium deficiency at the Company level. The Premium Deficiency is calculated and duly certified by the Appointed Actuary of the Company.

**14. Details of Outsourcing, Business Development and Marketing Support Expenses**

(Rs in '000)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Outsourcing Expenses Paid by the Company	15,39,179	16,48,983
Business Development	8,38,909	2,88,186
Marketing Support	96,96,438	87,59,208

**15. Terrorism Pool**

In accordance with the requirements of IRDAI, the Company together with other insurance companies participates in the Terrorism Pool. This pool is managed by the General Insurance Corporation of India (GIC). Amount collected as terrorism premium in accordance with the requirements of the Tariff Advisory Committee (TAC) are ceded at 100% of the terrorism premium collected to the Terrorism Pool.

In accordance with the terms of the agreement, GIC retrocede to the Company, terrorism premium to the extent of the Company's share in the risk which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly statements received from GIC. The reinsurance accepted on account of terrorism pool has been recorded in accordance with the latest statement received from GIC.

The Company has created liability to the extent of 50% of premium retro ceded to the Company through reserve for unexpired risks.

**16. India Nuclear Insurance Pool**

In View of the passage of the civil liability for Nuclear Damage Act, 2010, GIC Re as Indian Reinsurer initiated the formation of the India Nuclear Insurance Pool (INIP) along with other domestic non-life insurance companies by pooling the capacity to provide insurance cover for nuclear risks. INIP is an unregistered reinsurance arrangement among its members i.e., capacity providers without any legal entity. GIC Re & 11 other non-life insurance companies are founder members with their collective capacity of ₹ 15,000,000 thousand. GIC Re is also appointed as the pool manager of the INIP. The business underwritten by the INIP will be retroceded to all the member companies including GIC Re in proportion of their capacity collated. Out of the total capacity of ₹ 15,000,000 thousand of the INIP the capacity provided by the Company is ₹ 2,000 thousand.

In accordance with the terms of the agreement, GIC Re retrocede to the Company to the extent of the Company's share in the risk which is recorded as reinsurance accepted based on the half yearly statements received from GIC Re.

**17. Contribution to Environment Relief Fund**

For the year ended March 2022, the Company had collected Rs 1,932 thousand (Previous year Rs 1,886 thousand) towards Environment Relief Fund (ERF) for public liability policies and an amount of Rs 2,033 thousand (Previous year Rs 1,685 thousand) transferred to "United India Insurance Company Limited, Environment Fund Account" as per Notification of ERF scheme under the public



liability Insurance Act, 1991 as amended, balance amount of Rs 111 thousand (Previous year Rs 212 thousand) is shown under current liabilities in schedule 13.

**18. Contribution to Solatium Fund**

In accordance with the requirements of the IRDAI circular dated March 18, 2003 and based on recommendations made at the General Insurance Council meeting held on February 4, 2005 and as per letter no. HO/MTD/Solatium Fund/2010/482 dated July 26, 2010 from the New India Assurance Co. Ltd (Scheme administrator), the Company has provided 0.1% of gross written premium on all motor third party policies (excluding reinsurance premium accepted on motor third party for commercial vehicles) towards contribution to the solatium fund.

**19. Terms Of Borrowings**

Gist of the terms of issue are as follows:

Series	A NCD 01 Type I
Type, Nature and Seniority of Instrument	Rated, listed, unsecured, subordinated, redeemable and non-convertible debentures
Face Value (per security)	Rs 1,000 in thousand
Issue Size	Rs 23,00,000 in thousand
Issue Date / Date of Allotment	16 <sup>th</sup> August, 2016
Redemption Date	17 <sup>th</sup> August, 2026
Coupon Rate	9.10% per annum
Credit Rating	"BWR A+" by Brickwork and "CARE A" by CARE
Listing	Listed on WDM on BSE
Frequency of the Interest Payment	Annual

**Maturity Pattern from the date of issue**

(Rs in '000)

<b>Maturity Buckets</b>	<b>Borrowings</b>
1 to 5 years	23,00,000
Above 5 years	-
<b>Total</b>	<b>23,00,000</b>

Pursuant to IRDAI circular no. IRDA/F&A/OFC/01/2014-15/115 dated August 4, 2017, and as required by amended Companies (Share Capital and Debentures) Rules 2014, the Company was not required to create additional Debenture Redemption Reserve during the year.

- 20.** MAT credit entitlement amounting to Rs 417,316 thousand (Previous year Rs. 1,123,181 thousand) has been recognised as on balance sheet date as an asset based on the future economic benefits associated with it that will flow to the Company.

**21. Leases**

In respect of premises taken on operating lease, the lease agreements are generally mutually renewable/ cancellable by the lessor/lessee except for some premises.

**Non - Cancellable Operating Lease**

The total of future minimum lease rent payable under operating lease for premises & assets for each of the following periods:

(Rs in '000)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Not later than one year	1,18,671	1,13,626
Later than one year and not later than five years	1,77,516	2,17,417
Later than five years	2,569	1,411

Lease payment debited to the Revenue account during the year Rs 207,688 thousand (Previous year Rs 244,420 thousand).

**22. Sector wise business based on Gross Direct Premium**

Particulars	For the Year ended March 31, 2022		For the Year ended March 31, 2021	
	GDP (Rs in '000)	% of GDP	GDP (Rs in '000)	% of GDP
Rural	3,15,29,305	33.50	2,62,39,476	31.57
Urban	6,25,60,300	66.50	5,68,63,324	68.43
<b>Total</b>	<b>9,40,89,605</b>	<b>100.00</b>	<b>8,31,02,800</b>	<b>100.00</b>

Particulars	For the Year ended March 31, 2022		For the Year ended March 31, 2021	
	GDP (Rs in '000)	No. of lives	GDP (Rs in '000)	No. of lives
Social Sector	3,08,13,734	96,77,824	2,55,85,071	7,095,572

**23. Extent of risk retained and reinsured is set out below (excluding excess of loss and catastrophe reinsurance)**

Particulars	For the Year ended March 31, 2022		For the Year ended March 31, 2021	
	Retention (%)	Ceded (%)	Retention (%)	Ceded (%)
Fire	33	67	29	71
Marine Cargo	20	80	17	83
Marine Hull	2	98	-2	102
Motor OD	55	45	76	24
Motor TP	94	6	67	33
Employer Liability	95	5	95	5
Public Liability	57	43	45	55
Engineering	23	77	24	76
Aviation	20	80	18	82
Personal Accident	59	41	71	29
Health	86	14	79	21
Other Miscellaneous	64	36	64	36
Weather and Crop	35	65	22	78
Total	58	42	50	50

**24. Managerial Remuneration:**

With reference to the requirement of para 9 of IRDAI Corporate Governance Guidelines for Insurers in India, 2016, the elements of remuneration paid (including incentives) to Managing Director and Chief Executive Officer (MD & CEO), the Executive Directors, all other directors and Key Management Persons are as follows:

(Rs in '000)

Particulars	For the Year ended Mar 31, 2022	For the Year ended March 31, 2021
Salaries	1,75,091	1,42,758
Contribution to Provident Fund and Superannuation	7,208	6,694
Provision for Gratuity and Leave Encashment	5,938	5,401

The managerial remuneration is in accordance with the approval accorded by a resolution of the Board of Directors, which has been approved by IRDAI as required under Section 34A of the Insurance Act, 1938.

The managerial remuneration in excess of Rs 15,000 thousand per annum for each managerial personnel has been charged to Profit & Loss Account.

### **25. Basis used for determining IBNR / IBNER and Valuation of Liabilities as at March 31, 2022**

The liability for IBNR and IBNER as at March 31, 2022 has been estimated by Appointed Actuary as per the IRDA circular no. 11/IRDA/ACTL/IBNR/2005-06 dated 08<sup>th</sup> June, 2005 and Insurance Regulatory and Development Authority of India (Assets, Liabilities and Solvency Margin of General Insurance Business) Regulations, 2006.

For all lines of business, the estimation was carried out using past trends in the claims experience as indicated by paid claims chain ladder and incurred claims chain ladder approach.

Bornhuetter - Ferguson, Frequency - Severity and Expected Ultimate Loss Ratio method of estimation was also applied for some lines as considered appropriate by the Appointed Actuary.

- 26.** There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company for the year ended March 31, 2022.

### **27. Investment in Stressed Assets**

During the year, the Company has written off investments in secured Non-Convertible Debentures (NCD's) of IL&FS amounting to Rs 349,922 thousands and unsecured Non-Convertible Debentures (NCD's) of Reliance Capital Limited (RCL) amounting Rs.512,167 thousands and carrying provision of 30% on secured investment of Rs.787,245 thousands based on the Prudential Norms for Income Recognition, Asset Classification and Provisioning issued under Insurance Regulatory & Development Authority of India's (IRDAI's) master circular on Preparation of Financial Statements. The management has estimated the realizable value and is confident on 100% realizability of the secured investments. It has followed prudent accounting policy and have taken into consideration substance over form while creating provision on secured NCD's.

- 28.** All the shares of the Company were transferred (in Demat form) from Reliance Capital Limited (RCL) to IDBI Trusteeship Services Limited ("ITSL"), upon invocation of Pledge by ITSL. However, the Company did not register the said transfer in the Register of Beneficial Owners of the Shares maintained under Section 6A of the Insurance Act, 1938. Securities Appellate Tribunal ("SAT") vide its order dated 27.01.2020 had inter-alia recorded that "ITSL is holding the pledged shares as a Custodian" and also directed that "so long as ITSL is holding RGICL shares in the capacity as a trustee/ custodian, it will not exercise any control over RGICL or make changes or have a say in the management or decision-making process of RGICL or exercise any voting rights in respect of the shares of RGICL". ITSL had filed an Appeal before SAT, seeking an order inter alia directing IRDAI to further direct RGICL to furnish to ITSL all documents, information, and details requested by ITSL for the purposes of enabling the due diligence exercise by the potential purchasers to consummate the sale of the RGICL Shares. SAT vide its final order dated December 18, 2020 directed RGICL and RCL to provide the requisite

information/ documents to ITSL as desired by them within 4 weeks. The Company has filed an appeal before the Supreme Court against the SAT order dated December 18, 2020 requesting to set aside the same.

- 29.** Reliance Health Insurance Limited (RHIL) had transferred all the Investments and balance lying in cash and bank account to the Company ("RGICL") on the appointed date, in compliance with the order issued by the Authority.

The fund transferred to the Company is being utilized to discharge the liabilities of policyholders of RHIL. The Company is holding funds of Rs 87,628 thousand as on 31<sup>st</sup> March 2022. Below is the summary of available fund with details of funds utilized:

<b>Particulars</b>	<b>Rs in '000</b>
Portfolio transferred from RHIL	1,06,131
Add:- Transfer of additional fund received from vendors of RHIL	1,249
Less:- Premium Refunds*	3,357
Less:- Claim Paid/Settled* (Gross Value)	16,953
Less:- Tax deducted at source on Claim Paid/Settled	893
Add:- Transfer of profit from redemption of Investments of RHI Funds	1,951
Less:- Payment of Annual IRDA fees and other miscellaneous	501
Balance as on March 31, 2022	87,628

\*Includes cheques issued and not represented in bank till date

- 30.** In light of the Covid -19 outbreak and the information available up to the date of approval of these financial statements, the Company has assessed the impact of Covid -19 on its operations and financial statements. The assessment includes but is not limited to valuation of investments, valuation of policy related liabilities and solvency position of the Company as at March 31, 2022. Further, there have been no material changes in the controls or processes followed in the financial closing process of the Company. The Company continues to closely monitor the implications of the Covid-19 on its operations and financial statements which are dependent on emerging uncertain developments.
- 31.** The Code of Social Security ,2020 ('Code) relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020 and has been published in the Gazette of India. The Ministry of Labour and Employment has released draft rules ('Rules") for the code on November 13,2020, the final Rules and the Effective date of the Code is awaited. The Company will assess the impact of the Code once rules are notified and will record impact in the period when the Code becomes effective.
- 32.** As per IRDAI Circular No 005/IRDA/F&A/CIR/MAY-09 dated May 07, 2009, below table mentions the details of the penalty imposed by various regulators and Government authorities as on 31<sup>st</sup> March 2022.

## Reliance General Insurance

(Rs in '000)

SI No.	Authority	Non-Compliance/ Violation	Penalty Awarded	Penalty Paid	Penalty Waived/ Reduced
1	Insurance Regulatory and Development Authority of India	None  None	Nil  (Nil)	Nil  (Nil)	Nil  (Nil)
2	Service Tax Authorities/GST Authorities	Wrong availment of Cenvat credit  Non-filing of annual return for FY 2012-13  Wrong availment of ineligible Cenvat credit on exempt business.	21  5  (1,057)	21  5  (1,057)	Nil  Nil  (Nil)
3	Income Tax Authorities	None  None	Nil  (Nil)	Nil  (Nil)	Nil  (Nil)
4	Any other Tax Authorities	None  None	Nil  (Nil)	Nil  (Nil)	Nil  (Nil)
5	Enforcement Directorate/ Adjudicating Authority/ Tribunal or any Authority under FEMA	None  None	Nil  (Nil)	Nil  (Nil)	Nil  (Nil)
6	Registrar of Companies/ NCLT/CLB/ Department of Corporate Affairs or any Authority under Companies Act, 2013/1956	None  None	Nil  (Nil)	Nil  (Nil)	Nil  (Nil)
7	Penalty awarded by any Court/Tribunal for any matter including claim Settlement but	None  None	Nil  (Nil)	Nil  (Nil)	Nil  (Nil)

# Reliance General Insurance

SI No.	Authority	Non-Compliance/ Violation	Penalty Awarded	Penalty Paid	Penalty Waived/ Reduced
	excluding compensation				
8	Securities and Exchange Board of India	None None	Nil  (Nil)	Nil (Nil)	Nil (Nil)
9	Competition Commission of India	None None	Nil (Nil)	Nil (Nil)	Nil (Nil)
10	Any other Central/State/Local Government/Statutory Authority	None None	Nil (Nil)	Nil (Nil)	Nil (Nil)

(Previous year figures are in brackets)

**33.** As per IRDAI Master Circular on Unclaimed amount of policy holders reference no IRDA/F&A/CIR/Misc/282 /11/2020 dated 18<sup>th</sup> November ,2020, below table mention the age-wise analysis of unclaimed amount of the policyholders as on March 31, 2022:

(Rs in '000)

[illegible]

## Reliance General Insurance

Particulars	Total Amt	0-6 months	7-12 Months	13-18 months	19-24 months	25-30 months	31-36 months	37-120 months	More than 120 months
c) Any excess collection of premium/tax or any other charges which is refundable to the policyholders/ beneficiaries either as per the terms of the conditions of the policy or as per Law or as may be directed by the authority but not refunded so far.#	1,63,330  (1,73,667)	84,844  (81315)	6,033  (5,982)	4,682  (12,397)	5,587  (9,328)	11,018  (6,418)	7,929  (5,895)	42,074  (52,332)	1,163  (Nil)
d) Cheques issued but not encashed by the policyholder/ beneficiaries. #	6,07,037  (7,26,971)	38,990  (45,534)	50,301  (138,223)	11,735  (41,762)	75,381  (39,733)	27,403  (40,238)	31,305  (20,329)	358,925  (401,152)	12,997  (Nil)

(Previous year figures are in brackets)

#Interest Accrued on Unclaimed amount is allocated proportionately under respective above-mentioned particulars.

Further, as per the Circular no IRDA/F&A/CIR/Misc/282 /11/2020 dated 18<sup>th</sup> November, 2020 the details of unclaimed amounts and investment income thereon are as follows:

(Rs in '000)

Particulars	For the Year ended 31 <sup>st</sup> March, 2022		For the Year ended 31 <sup>st</sup> March, 2021	
	Policy Dues	Income Accrued	Policy Dues	Income Accrued
Opening Balance	7,56,431	1,44,206	7,37,992	1,27,732
Add: Amount Transferred to Unclaimed amount	3,31,830	-	6,18,409	-
Add: Cheques issued out of the Unclaimed amount but not encashed by the policyholders (To be included only when the cheques are stale)	-	-	-	-
Add: Investment Income	-	15,162	-	23,637
Less: Amount settled during the Year	3,59,888	1,00,277	5,61,114	1,925
Less: Amount transferred to SCWF	14,710	2,387	38,856	5,238
Closing balance of Unclaimed amount	7,13,663	56,704	7,56,431	1,44,206



**34.** As per the requirement of Accounting Standard 18 'Related Party Disclosures' as notified by the Companies (Accounting Standard) Rules, 2006 the following are the list of related parties with the relationship.

**1. List of related parties\*:**

<b>Holding Company</b>	
Reliance Capital Limited	
<b>Subsidiary of Holding Company</b>	
1	Reliance Capital Pension Fund Limited
2	Reliance Nippon Life Insurance Company Limited
3	Reliance Health Insurance Limited
4	Reliance Commercial Finance Limited
5	Reliance Securities Limited
6	Reliance Commodities Limited
7	Reliance Financial Limited
8	Reliance Wealth Management Limited
9	Reliance Money Solutions Private Limited
10	Reliance Money Precious Metals Private Limited
11	Reliance Exchangenext Limited
12	Reliance Corporate Advisory Services Limited
13	Quant Capital Private Limited
14	Quant Broking Private Limited
15	Quant Securities Private Limited
16	Quant Investment Services Private Limited
17	Gulfoss Enterprises Private Limited
18	Reliance Underwater Systems Private Limited
<b>Key managerial personnel</b>	
19	Mr. Rakesh Jain (ED & CEO)

\* As certified by the management

**2. Transactions during the year with related parties**

(Rs in '000)

S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
1	<b>Reliance Capital Limited</b>	Holding Company	Premium Received (net of refund)	39,562	12,496
			Management fees paid	43,300	60,000
			Reimbursement paid for IT services	5,576	20,587
			Dividend Payment	10,062	-

## Reliance General Insurance

S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
			Investments in Debentures/Bonds	7,87,245	12,99,412
			<b>Provision for doubtful debts against Investments in Debentures/Bonds</b>		
			Opening Provision	3,89,823	1,29,941
			Provision Created during the year / reversed	(1,53,650)	2,59,882
			Closing Provision	2,36,173	3,89,823
			Investments in Debentures/Bonds written off	5,12,167	-
			Outstanding balance in Customer Deposit Account	1,975	35,004
2	<b>Reliance Securities Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	10,656	11,661
			Commission paid	1,645	1,547
			Reimbursement received for expenses(Rent, Communication, Electricity, Canteen expenses)	-	104
			Reimbursement Paid for expenses(Rent, Communication, Electricity, Canteen expenses)	909	-
			Brokerage paid for stock exchange trading	449	359
			Outstanding balance in Customer Deposit Account	97	1,533
			Debtors	-	64
3	<b>Reliance Nippon Life Insurance Company Limited (formerly Reliance Life Insurance Company Limited)</b>	Fellow Subsidiary	Premium Received (net of refund)	72,830	70,134
			Group Term Insurance Paid	39,933	10,572
			Debtors	4,630	5,386
			Outstanding balance in Customer Deposit Account	800	2,837
			Reimbursement received for expenses(Rent, Communication, Electricity, Canteen expenses, Others etc.)	199	-

## Reliance General Insurance

S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
4	<b>Reliance Wealth Management Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	70	145
5	<b>Reliance Money Solutions Private Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	17	63
			Outstanding balance in Customer Deposit Account	54	113
6	<b>Reliance Health Insurance Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	-	226
			Outstanding balance in Customer Deposit Account	15	19
			Surplus available to RHIL	87,628	93,035
			Reimbursement received for Insurance expenses	3	-
			Management Fees recovery	24,928	-
			Debtors	30,254	-
7	<b>Reliance Commodities Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	94	505
			Outstanding balance in Customer Deposit Account	149	151
8	<b>Reliance Financial Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	383	754
			Outstanding balance in Customer Deposit Account	8	29
9	<b>Reliance Capital Pension Fund Limited</b>	Fellow Subsidiary	Premium Received (net of refund)	-	-
			Outstanding balance in Customer Deposit Account	-	68
10	<b>Reliance Commercial Finance Limited (formerly Reliance Gilts Limited)</b>	Fellow Subsidiary	Premium Received (net of refund)	2,024	2,158
			Reimbursement paid for expenses:-(Rent, Communication, Electricity, Professional fees, Maintenance Charges)	-	1,812

## Reliance General Insurance

S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
			Reimbursement received for expenses (Rent, Communication, Electricity, Car rental)	-	1,123
11	Mr. Rakesh Jain	Key Managerial Personnel (includes relatives of KMP's)	Remuneration	1,14,900	78,200
			Premium Received (net of refund)	72	60
			Issue of Share capital	2,092	
			Share premium on issue of shares	31,757	
			Sale of Laptop	2	-

- a) Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
- b) Claim paid to employees against Group Medical Policies and Group Personal Accident Policies have not been considered for related party transaction.
- c) Transaction amounts consider above are excluding taxes.

### 37. Segment Information for the year ended on March 31, 2022

- a. Revenue and expenses have been identified to a segment on the basis of relationship to the operating activities of the segment. Revenue and expenses, which relate to enterprise as a whole and are not allocable to a segment on reasonable basis, have been disclosed as "Unallowable".
- b. Segment assets and segment liabilities represent assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable"

(Rs in '000)

Particulars	Fire	Marine Cargo	Marine Hull	Motor -OD	Motor -TP	Motor	Employer Liability	Public Liability
<b>Segment Revenues</b>								
Earned Premium								
2021-22	34,41,387	1,89,626	(2,717)	98,69,053	1,75,96,258	2,74,65,311	2,58,813	1,99,549
2020-21	24,36,483	1,01,818	6,417	80,47,772	1,22,78,235	2,03,26,007	1,93,852	1,35,635
Investment income								
2021-22	3,85,026	28,759	664	6,51,626	63,72,322	70,23,948	39,565	27,058

## Reliance General Insurance

Particulars	Fire	Marine Cargo	Marine Hull	Motor -OD	Motor -TP	Motor	Employer Liability	Public Liability
2020-21	3,53,346	28,609	795	7,46,492	65,08,165	72,54,657	38,338	33,345
Misc Income								
2021-22	37	-	-	2,847	-	2,847	-	-
2020-21	(37)	12	-	2,232	-	2,232	-	-
Contribution from Shareholders Funds towards Excess EOM								
2021-22	-	-	-	7,92,349	18,58,227	26,50,576	-	-
2020-21	-	-	-	7,06,510	12,16,674	19,23,184	-	-
Total								
2021-22	38,26,450	2,18,385	(2,053)	1,13,15,875	2,58,26,806	3,71,42,682	2,98,378	2,26,607
2020-21	27,89,792	1,30,439	7,212	95,03,006	2,00,03,074	2,95,06,080	2,32,190	1,68,980
<b>Segment Expenses</b>								
Claims								
2021-22	13,14,412	1,75,657	(1,258)	56,89,967	1,50,65,598	2,07,55,565	2,35,965	33,890
2020-21	13,62,930	1,37,733	6,551	49,80,812	1,06,47,796	1,56,28,608	1,31,357	(8,541)
Commission								
2021-22	(7,12,484)	(5,456)	(14,838)	56,753	5,71,390	6,28,143	30,924	43,210
2020-21	(1,82,974)	(9,129)	(5,703)	17,39,571	(20,17,351)	(2,77,780)	25,316	14,735
Premium Deficiency								
2021-22	-	-	-	-	-	-	-	-
2020-21	-	-	-	-	-	-	-	-
Management Expenses								
2021-22	12,98,952	72,402	315	33,65,296	78,92,333	1,12,57,629	1,08,348	78,866
2020-21	11,84,600	53,812	(1,447)	41,10,588	62,16,228	1,03,26,816	93,583	59,222
Total								
2021-22	19,00,880	2,42,603	(15,781)	91,12,016	2,35,29,321	3,26,41,337	3,75,237	1,55,966
2020-21	23,64,556	1,82,416	(599)	1,08,30,971	1,48,46,673	2,56,77,644	2,50,256	65,416
Net Profit/loss								
2021-22	19,25,570	(24,218)	13,728	22,03,860	22,97,485	45,01,346	(76,859)	70,641
2020-21	4,25,236	(51,977)	7,811	(13,27,965)	51,56,401	38,28,436	(18,066)	1,03,564
<b>Unallocated items</b>								
Investment income								
2021-22								

## Reliance General Insurance

Particulars	Fire	Marine Cargo	Marine Hull	Motor -OD	Motor -TP	Motor	Employer Liability	Public Liability
2020-21	-	-	-	-	-	-	-	-
Provision/ (Other income)								
2021-22								
2020-21	-	-	-	-	-	-	-	-
Expenses								
2021-22								
2020-21	-	-	-	-	-	-	-	-
Net Profit before tax								
2021-22								
2020-21	-	-	-	-	-	-	-	-
Income tax								
2021-22								
2020-21	-	-	-	-	-	-	-	-
MAT Credit								
2021-22								
2020-21	-	-	-	-	-	-	-	-
Net profit after tax								
2021-22								
2020-21	-	-	-	-	-	-	-	-
<b>Assets</b>								
Segment Assets								
2021-22								
2020-21	-	-	-	-	-	-	-	-
<b>Unallocated Assets</b>								
<b>Policyholder Fund</b>								
2021-22								
2020-21	-	-	-	-	-	-	-	-
<b>Shareholders Fund</b>								
2021-22								
2020-21	-	-	-	-	-	-	-	-
Total								
2021-22								
2020-21	-	-	-	-	-	-	-	-
<b>Liabilities</b>								
Segment Liabilities								
2021-22	38,07,842	3,52,152	10,068	77,27,558	9,28,88,084	10,06,15,641	5,41,784	3,01,049
2020-21	33,94,992	3,54,792	6,147	92,17,056	7,66,15,715	8,58,32,771	4,28,613	2,72,194

## Reliance General Insurance

Particulars	Fire	Marine Cargo	Marine Hull	Motor -OD	Motor -TP	Motor	Employer Liability	Public Liability
Unallocated Liabilities								
<b>Policyholder Fund</b>								
2021-22								
2020-21	-	-	-	-	-	-	-	-
<b>Shareholders Fund</b>								
2021-22								
2020-21	-	-	-	-	-	-	-	-
Total								
2021-22								
2020-21	-	-	-	-	-	-	-	-

Particulars	Engineering	Aviation	Personal Accident	Health	Weather and Crop Insurance	Other Miscellaneous	Total Enterprise
<b>Segment Revenues</b>							
Earned Premium							
2021-22	4,00,501	67,403	4,82,766	77,85,432	1,07,30,132	3,19,779	5,13,37,982
2020-21	3,45,116	49,005	3,24,382	67,98,879	56,03,273	2,90,264	3,66,11,131
Investment income							
2021-22	54,855	9,428	84,841	4,93,467	5,46,605	27,804	87,22,020
2020-21	62,439	2,668	80,645	5,83,520	4,26,398	40,563	89,05,323
Misc Income							
2021-22	-	-	-	-	-	5,965	8,849
2020-21	327	-	-	21	-	5,314	7,869
Contribution from Shareholders Funds towards Excess EOM							
2021-22	-	-	54,875	7,63,717	-	-	34,69,167
2020-21	-	-	39,053	6,23,611	-	-	25,85,848
Total							
2021-22	4,55,356	76,831	6,22,482	90,42,616	1,12,76,737	3,53,548	6,35,38,018
2020-21	4,07,882	51,673	4,44,080	80,06,031	60,29,671	3,36,141	4,81,10,171
<b>Segment Expenses</b>							
Claims							
2021-22	1,84,783	1,44,769	4,96,061	76,69,952	86,35,572	1,54,421	3,97,99,790

## Reliance General Insurance

Particulars	Engineering	Aviation	Personal Accident	Health	Weather and Crop Insurance	Other Miscellaneous	Total Enterprise
2020-21	69,274	33,016	1,78,450	65,14,720	49,95,317	84,840	2,91,34,255
Commission							
2021-22	19,190	(12,414)	(1,77,562)	2,14,162	(15,37,487)	41,323	(14,83,288)
2020-21	49,847	(4,774)	(9,924)	2,47,416	(16,58,769)	10,392	(18,01,347)
Premium Deficiency							
2021-22	-	-	-	-	-	-	-
2020-21	-	-	-	-	-	-	-
Management Expenses							
2021-22	1,53,973	26,722	2,15,755	30,18,514	19,39,272	1,35,587	1,83,06,335
2020-21	1,47,015	21,393	1,58,526	25,68,198	10,84,049	1,25,002	1,58,20,769
Total							
2021-22	3,57,946	1,59,077	5,34,254	1,09,02,628	90,37,357	3,31,333	5,66,22,837
2020-21	2,66,136	49,635	3,27,052	93,30,334	44,20,597	2,20,234	4,31,53,677
Net Profit/loss							
2021-22	97,410	(82,246)	88,228	(18,60,012)	22,39,380	22,215	69,15,182
2020-21	1,41,746	2,038	1,17,028	(13,24,303)	16,09,074	1,15,907	49,56,494
<b>Unallocated items</b>							
Investment income							
2021-22							21,12,956
2020-21	-	-	-	-	-	-	18,21,641
Provision/ (Other income)							
2021-22							(2,80,779)
2020-21	-	-	-	-	-	-	(7,505)
Expenses							
2021-22							55,00,585
2020-21	-	-	-	-	-	-	35,60,202
Net Profit before tax							
2021-22							38,08,332
2020-21	-	-	-	-	-	-	32,25,439
Income tax							
2021-22							9,90,904
2020-21	-	-	-	-	-	-	5,96,635
MAT Credit							



## Reliance General Insurance

Particulars	Engineering	Aviation	Personal Accident	Health	Weather and Crop Insurance	Other Miscellaneous	Total Enterprise
2021-22							3,94,597
2020-21	-	-	-	-	-	-	5,47,620
Net profit after tax							
2021-22							24,22,832
2020-21	-	-	-	-	-	-	20,81,184
<b>Assets</b>							
Segment Assets							
2021-22							Nil
2020-21	-	-	-	-	-	-	Nil
<b>Unallocated Assets</b>							
<b>Policyholder Fund</b>							
2021-22							91,750
2020-21	-	-	-	-	-	-	12,15,87,720
<b>Shareholders Fund</b>							
2021-22							17,28,43,504
2020-21	-	-	-	-	-	-	3,32,68,892
Total							
2021-22							17,29,35,254
2020-21	-	-	-	-	-	-	15,48,56,612
<b>Liabilities</b>							
Segment Liabilities							
2021-22	4,72,214	1,97,396	11,54,340	61,90,588	85,13,766	3,72,570	12,25,29,411
2020-21	4,38,585	42,470	8,47,959	53,65,397	48,28,622	3,15,910	10,21,28,453
Unallocated Liabilities							
<b>Policyholder Fund</b>							
2021-22							1,11,67,802
2020-21	-	-	-	-	-	-	1,92,39,480
<b>Shareholders Fund</b>							
2021-22							3,92,38,040
2020-21	-	-	-	-	-	-	3,34,88,679
Total							
2021-22							17,29,35,253
2020-21	-	-	-	-	-	-	15,48,56,611

## Reliance General Insurance

### Notes:

- a. Segment Reporting is made as per the modification prescribed by the Insurance Regulatory and Development Authority of India Regulations wherein details are to be given for fire, marine cargo, marine hull and ten classes of miscellaneous insurance.
- b. Since the company's entire business is conducted within India, there are no reportable geographical segments as on the balance sheet date

### 38. Summary of Financial Results

(Rs in '000)

Particulars	FY 2021-22	FY 2020-21	FY 2019-20	FY 2018-19	FY 2017-18
<b>Operating Results</b>					
Gross Direct Premiums	9,40,89,605	8,31,02,800	7,46,50,408	6,19,10,264	5,06,90,787
Net Earned Premium	5,13,37,982	3,66,11,131	4,07,86,102	3,53,22,495	2,85,56,607
Income From Investment	87,22,020	89,05,322	80,38,299	62,09,025	51,66,542
Contribution from Shareholders Funds towards Excess EOM	34,69,167	25,85,848	14,41,402	-	-
Other Income	8,848	7,869	7,786	29,651	6,895
Total Income	6,35,38,018	4,55,24,322	5,02,73,589	4,15,61,171	3,37,30,044
Commission (Net) including Brokerage	(14,83,288)	(18,01,347)	(22,04,377)	(1,18,063)	(5,75,732)
Operating Expenses	1,83,06,334	1,58,20,769	1,40,39,252	97,46,997	88,93,935
Net Incurred Claims (Including Premium Deficiency Reserve)	3,97,99,790	2,91,34,255	3,41,19,230	3,03,13,037	2,41,91,365
Change in unexpired risk reserve	(34,58,695)	(54,56,190)	14,49,871	(15,92,222)	(30,78,852)
Operating Profit/(Loss)	69,15,182	49,56,493	43,19,484	16,19,200	12,20,476
<b>Non-Operating Results</b>					12
Total Income under Shareholder's Account	23,99,596	23,17,852	12,71,629	11,36,051	8,96,494
Profit/(Loss) before tax	38,08,332	32,25,439	29,93,828	21,20,227	16,50,033
<b>Provision for tax :</b>					
Current Tax (including earlier year tax)	9,90,904	5,96,635	5,53,898	5,44,195	4,22,139
Deferred Tax	-	-	-	-	-
MAT Credit	3,94,597	5,47,620	(1,53,686)	(5,44,195)	(4,22,139)
Profit/(Loss) after tax	24,22,832	20,81,184	25,93,616	21,20,227	16,50,033
<b>Miscellaneous</b>					
<b>Policyholders' Account</b>					
Total Funds	11,64,79,985	10,80,59,889	9,36,34,685	8,01,36,966	10,52,65,756

## Reliance General Insurance

Particulars	FY 2021-22	FY 2020-21	FY 2019-20	FY 2018-19	FY 2017-18
Total Investments	11,64,79,985	10,80,59,889	9,36,34,685	8,01,36,966	10,52,65,756
Yield on Investments	8%	8%	8%	8%	8%
<b>Shareholders' Account</b>					
Total Funds	2,85,83,621	2,22,73,614	1,45,81,294	1,38,80,270	1,15,90,846
Total Investments	2,85,83,621	2,22,73,614	1,45,81,294	1,38,80,270	1,15,90,846
Yield on Investments	8%	8%	8%	8%	8%
Paid up Equity Capital	25,18,054	25,15,499	25,15,499	25,15,499	25,15,499
Net Worth*	2,29,98,232	2,05,42,919	1,84,61,735	1,60,19,747	1,40,51,148
Total Assets	17,29,35,254	15,47,55,218	12,78,64,778	10,78,47,573	12,51,11,473
Yield on total Investments	8%	8%	8%	8%	8%
Basic Earnings Per Share (Rs.)	9.63	8.27	10.31	8.43	6.56
Book Value Per Share (Rs.)	91.33	81.67	73.39	63.68	55.86
Total Dividend (excluding dividend tax)	-	10,062	1,25,775	1,25,775	62,887
Dividend Per Share (Rs.)	-	0.04	0.50	0.50	0.50

\* Net Worth= Share Capital + Reserve & Surplus + Share Application Money Pending for allotment  
- (Miscellaneous Expenditure + Debit Balance in Profit and Loss Account)

### 39. Financial Ratios:

Class	Financial Year	Gross Direct Premium Growth Rate	Net Retention Ratio	Net Commission Ratio	Underwriting Balance Ratio
Fire	2021-22	7%	33%	-21%	0.45
Fire	2020-21	25%	29%	-7%	0.03
Marine Cargo	2021-22	26%	20%	-3%	-0.28
Marine Cargo	2020-21	-18%	17%	-7%	-0.79
Marine Hull	2021-22	39%	2%	-491%	-4.81
Marine Hull	2020-21	-52%	-2%	210%	1.09
Motor OD	2021-22	24%	55%	1%	0.08
Motor OD	2020-21	9%	76%	17%	-0.35
Motor TP	2021-22	-2%	94%	3%	-0.34
Motor TP	2020-21	19%	67%	-13%	-0.21
Motor Total	2021-22	8%	78%	2%	-0.19
Motor Total	2020-21	15%	70%	-1%	-0.26
Employer Liability	2021-22	29%	95%	11%	-0.45
Employer Liability	2020-21	31%	95%	11%	-0.29
Public Liability	2021-22	10%	57%	21%	0.22
Public Liability	2020-21	3%	45%	11%	0.52
Engineering	2021-22	20%	23%	5%	0.11
Engineering	2020-21	35%	24%	15%	0.23
Aviation	2021-22	23%	20%	-18%	-1.36
Aviation	2020-21	48%	18%	-10%	-0.01

## Reliance General Insurance

Class	Financial Year	Gross Direct Premium Growth Rate	Net Retention Ratio	Net Commission Ratio	Underwriting Balance Ratio
Personal Accident	2021-22	81%	59%	-31%	-0.11
Personal Accident	2020-21	-7%	71%	-3%	-0.01
Health	2021-22	14%	86%	2%	-0.40
Health	2020-21	-39%	79%	3%	-0.37
Other Miscellaneous	2021-22	19%	64%	12%	-0.02
Other Miscellaneous	2020-21	-22%	64%	4%	0.26
Weather and Crop	2021-22	20%	35%	-14%	0.16
Weather and Crop	2020-21	44%	22%	-30%	0.21
Total	2021-22	13%	58%	-3%	-0.10
Total	2020-21	11%	50%	-4%	-0.18

#### 40. Earnings per share information:

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Profit available to equity shareholders (Rs in '000)	24,22,832	2,081,184
Weighted Average number of equity shares outstanding for Basic Earning Per Share	2,51,563,235	251,549,920
Basic Earning Per Share (Rs.)	9.63	8.27
Weighted Average number of equity shares considered for Diluted Earning Per Share	2,53,365,884	25,32,45,586
Diluted Earning Per Share (Rs.)	9.56	8.22

#### 41. Other Ratios:

Ratio	Basis	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Gross Direct Premium to Net worth Ratio	Gross direct premium for current year divided by Net Worth	4.09	4.05
Growth Rate of Net worth	Change in Net Worth during the year divided by net worth as at previous balance sheet Date	12%	11%

## Reliance General Insurance

Ratio	Basis	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Expenses of Management to Gross Direct Premium	Expenses of Management (operating expenses related to insurance business plus direct commission paid divided by gross direct premium)	25%	24%
Expenses of Management to Net written premium ratio	Expenses of Management (operating expenses related to insurance business plus direct commission paid divided by Net written premium)	43%	48%
Net Incurred Claims to Net Earned Premium	Net Incurred Claims divided by Net Earned Premium	78%	80%
Combined Ratio	Net Incurred Claims divided by Net Earned Premium plus expenses of management (including net commission) divided by Net written premium	108%	113%
Technical Reserves to Net Premium Ratio	Reserve for un-expired risks plus premium deficiency reserve plus reserve for outstanding claims(including IBNR and IBNER) divided by net premium	2.10	2.26
Operating Profit Ratio	Underwriting profit/loss divided by net premium	13%	14%
Liquid Assets to Liabilities Ratio (times)	Liquid assets(short term investment plus short term loan plus cash and bank balances of the insurer) divided by policyholders liabilities(claims outstanding plus reserve for unexpired risk and premium deficiency)	0.30	0.25
Net Earnings Ratio	Profit after tax divided by net premium	4%	5%

## Reliance General Insurance

Ratio	Basis	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Return on net worth ratio	Profit after tax divided by net worth	11%	10%
Gross NPA Ratio	Gross NPA/Total Investment Assets	0.54%	1.26%
Net NPA Ratio	Net NPA/Net Investment Assets	0.38%	0.77%

**Note:**

The above ratios have been calculated as per IRDAI Master Circular IRDA/F&I/CIR/F&A/231/10/2012 dated October 5<sup>th</sup>, 2012 and Corrigendum on Master Circular IRDA/F&I/CIR/F&A/126/07/2013 dated July 3<sup>rd</sup>, 2013.

**42. Solvency Margin**

(Rs in '000)

Particulars	As at 31 <sup>st</sup> March ,2022	As at 31 <sup>st</sup> March ,2021
(A)Required solvency margin under IRDAI Regulations	1,37,33,615	1,25,70,759
(B)Available solvency margin	2,28,07,547	2,07,84,512
(C) Solvency ratio actual (times) (B/A)	1.66	1.65

- 43.** Additional ratios required as per Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable to the Company.

(Rs. In '000)

Ratio	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Debt Equity Ratio	0.10	0.11
Debt Service Coverage Ratio	18.85	16.17
Interest Service Coverage Ratio	18.85	16.17
Asset Cover Available Ratio	2049.80%	1791.70%
Total Borrowings	23,00,000	23,00,000
Debenture redemption reserve	2,07,639	2,07,639
Net Worth	2,29,98,232	2,05,42,919
Net Profit After Tax	24,22,832	20,81,184
Total debts to Total Assets (times)	0.01	0.01

**44. Corporate Social Responsibility (CSR):**

As per provisions of Section 135 of the Companies Act, 2013, the Company was required to spend an amount of Rs 55,611 thousand (Previous Year Rs. 45,090 thousand) on its Corporate Social Responsibility (CSR) activities. The Company has spent an amount of Rs.55,827 thousand (Previous Year Rs 45,106 thousand) during the year.

(Rs in '000)

S. No.	Particulars	In Cash	Yet to be paid in Cash	Total
(i)	Construction/acquisition of any asset	- (-)	- (-)	- (-)
(ii)	On purposes other than (i) above	55,827 (45,106)	- (-)	55,827 (45,106)

(Previous year figures are in brackets)

- 45.** In line with Insurance Regulatory and Development Authority of India (Expense of Management of Insurers transacting General or Health Insurance Business) Regulations, 2016, the Company has funded the following amounts from Shareholders Account to Policyholders Account towards expenses of Management in excess of the allowable limit at segmental level.

(Rs in '000)

Segment	For the year ended 31 <sup>st</sup> March, 2022	For the year ended 31 <sup>st</sup> March, 2021
Fire	-	-
Marine	-	-
Miscellaneous	34,69,167	25,85,848

We confirm that at an overall level the Company's expenses are well within expense limit set under Insurance Regulatory and Development Authority of India (Expense of Management of Insurers transacting General or Health Insurance Business) Regulations, 2016.

- 46.** Forward contracts entered and outstanding as on March 31, 2022, is Rs. Nil (Previous year Rs. Nil).
- 47.** The Company does not have any long-term contracts including derivatives contracts wherein the Company is required to make provision towards any foreseeable losses.
- 48.** Pursuant to Insurance Regulatory and Development Authority of India circular dated 18<sup>th</sup> May 2016 on Corporate Governance Guidelines, Details of additional work other than statutory audit are disclosed below: -

## Reliance General Insurance

(Rs in '000)

Name of the Statutory Audit Firm	Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Pathak H.D. & Associates LLP	Certification Work	375	305
Uttam Abuwala Ghosh & Associates	Certification Work	295	300

49. The Board of Directors propose final dividend at 0.10% of the face value i.e., Rs. 10 /- (Rs. 0.01 /- per equity share) for the Financial Year 2021-22 subject to approval of the Shareholders in the coming Annual General Meeting.

50. Statement containing names, descriptions, occupations of and directorships held by the persons in charge of management of the business under section 11 (3) of Insurance Act, 1938 (amended by the Insurance Laws (Amendment) Act, 2015)

Particulars	FY 2021-22
Name of person in-charge	Rakesh Jain
Designation of person in-charge	Executive Director and CEO
Occupation of person in-charge	Service
Directorship held by person in-charge	None

51. Prior year figures have been reclassified, wherever necessary, to confirm to current year presentation.

(Rs. In '000)

Old grouping	New grouping	Amount
Schedule 14 –Provisions For Taxation (less advance tax paid and taxes deducted at source)	Schedule 12- Advances and Other Assets Advance tax paid and taxes deducted at source (net of provision for taxation)	1,01,394



**As per our audit report of even date  
attached.**

**For and on behalf of the Board of  
Directors**

**For Uttam Abuwala Ghosh & Associates**  
Chartered Accountants  
(FRN. 111184W)

**Rajendra Chitale**  
Chairman  
(DIN: 00015986)

**Ajay Singh Chauhan**  
Partner,  
Membership No.137918

**Dr.Thomas Mathew**  
Director  
(DIN:05203948)

**Mrs. Chhaya Virani**  
Director  
(DIN: 06953556)

**For Pathak H D & Associates LLP**  
**Chartered Accountants**  
(FRN.107783W/W100593)

**Rakesh Jain**  
Executive Director & CEO  
(DIN:03645324)

**Hemant K. Jain**  
Chief Financial Officer

**Jigar T Shah**  
Partner  
Membership No.161851

**Sushil Sojitra**  
Company Secretary &  
Compliance officer  
(Membership No. A31993)

**Place: Mumbai**  
**Date 26<sup>th</sup> April ,2022**

**ANNEXURE I**  
**RELIANCE GENERAL INSURANCE COMPANY LIMITED**  
**CIN: U66603MH2000PLC128300**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with  
Annual Audited Financial Results**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]			
I	Sr.	Particulars	Audited Figures(Rs in Lakhs) as reported before adjusting for qualifications
	1	Turnover / Total income	6,59,376
	2	Total Expenditure including exceptional items	6,35,148
	3	Net Profit / (Loss) after tax	24,228
	4	Earnings Per Share (Rs.)	9.63
	5	Total Assets	17,29,353
	6	Total Liabilities	14,94,075
	7	Net worth	2,35,277
II	<b>Audit Qualification (each audit qualification separately):</b>		
	a.	<b>Details of Audit Qualification:</b> The Company's investment in Non-convertible debentures of Rs. 7,872 lakhs & Rs.12,994 lakhs in Reliance Capital Limited (RCL) as at March 31, 2022 and March 31, 2021 respectively. The investment is being valued at amortised cost as prescribed by the IRDA Regulations and valuation policy approved by the Board of Directors. The Company has written off the unsecured portion amounting to Rs. 5,122 lakhs and out of the secured portion of Rs. 7,872 lakhs, the Company has created provision of 30% amounting to Rs. 2,362 lakhs. As credit rating of the investment is standing at D and the investee Company has defaulted in repayment of interest and principal on due dates, the impact, if any, on the potential diminution in the value of the investment is presently not ascertainable.	
	b.	Type of Audit Qualification :	Qualified Opinion
	c.	Frequency of Qualification	Fourth Time
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:	
		(i) Management's estimation on the impact of audit qualification	No Impact
		The Company has investments of Rs 7,872 Lakhs in Secured Non-Convertible Debentures (NCD's) of Reliance Capital Limited (RCL), which have been classified as doubtful assets on and from 17th January, 2021 based on Prudential Norms for Income Recognition, Asset Classification and Provisioning issued under Insurance Regulatory & Development Authority of India's (IRDAI's) master circular on Preparation of Financial Statements. The management have estimated the realisable value of the NCD's considering all the available current information with regard to RCL's ongoing Corporate Insolvency Resolution Process and formulated its own realistic assessment of the realisable value of RCL's key assets /investments bases on appropriate benchmarks. Based on such assessment, the company has, as a matter of prudence and abundant caution, created provision of 30% of secured investments in RCL's amounting to Rs. 2,362 Lakhs and the management is confident of realisability of balance amount.	
		(ii) If management is unable to estimate the impact, reasons for the same:	Not Applicable
		(iii) Auditors' Comments on (i) or (ii) above	Refer section II(a) above

**III Signatories:**

**Rakesh Jain**  
Executive Director & Chief Executive Officer  
(DIN: 03645324)

**Hemant Jain**  
Chief Financial Officer

**Rajendra Chitale**  
Chairman of Audit Committee

**Statutory Auditors**  
**For Pathak H D & Associates LLP**  
Chartered Accountants (FRN. 107783W / W100593)

**For Uttam Abuwala Ghosh & Associates**  
Chartered Accountants (FRN. 111184W)

**Jigar T.Shah**  
Partner, Membership No. 161851

**Ajaysingh Chauhan**  
Partner, Membership No. 137918

**Place: Mumbai**  
**Date: 26th April, 2022**